



## TOMORROW

Bloodstained roads  
Diana Geddes joins the  
faded  
French CRS police on  
autodrome duty in  
Spectrum  
Fashion Rhodes  
Suzy Menkes talks to  
Zandra Rhodes in the  
Fashion Page  
Road to power  
Bernard Levin looks at  
he  
Labour leadership  
candidates -  
specially Roy  
Hattersley,  
and explains how he  
could  
serve under just about  
anybody

## Iran threat to Gulf oil exports

Ali Akbar Velayati, Iran's  
foreign Minister, said that any  
attempt to paralyse Iran's  
oil exports would be answered  
by Iran blocking oil exports  
from the Gulf countries.  
This is the first time Iran has  
repeatedly stated to stop the  
oil exports of all the Gulf States.  
Fighting Flares, page 6

## Doubt over murder link

Police investigating the murder  
of Caroline Hogg, aged 5, and  
Susan Maxwell, aged 11, now  
believe that there may be no  
connection between the two  
killings. Page 3

## Cliff deaths

Two Merseyside youths died  
after jumping a wall and falling  
from a 100ft cliff at Towan  
reach in Newquay, Cornwall,  
while fleeing from a gang of  
Scotsmen. Page 3

## FINANCIAL TIMES

Mr William Keys, chairman of  
the TUC's print committee,  
said that even if the NGA was  
suspended over the Financial  
Times dispute, it would not  
help to break the strike. Page 2

## Plea to stay

Mr. Mehmet Sezer, a Turkish  
Minister, has pleaded with  
British officials, says  
the Times, to be allowed to stay  
despite admitting lying to  
immigration officials about her  
husband's whereabouts. Page 2

## Unlucky 13

France last night lost its  
unbeaten record in the Euro-  
pean bridge championships at  
Wiesbaden after Romania,  
thirteenth round opponents,  
successfully challenged an ex-  
amination of the French team's  
siding to win 12-8.  
Earlier results, page 8

## Shipyard losses

Mr Robert Atkinson, chairman  
of British Shipbuilders, which is  
expected to announce £70m -  
£100m losses for 1982-83, is  
likely to suggest a survival  
package costing £200m and  
5,500 jobs. Page 15

## UK steel plea

Britain will today demand a  
higher steel production quota  
from the EEC, on the ground  
that its steel industry has made  
significant improvements in  
competitiveness. Page 15

## Legal 'lottery'

Motorists take a cynical view  
of traffic laws, regarding them as a  
punitive lottery, but generally  
respect the attitudes of police  
towards offenders on the road,  
researchers have found. Page 4

## Overt out

Steve Overt's chances of being  
selected for the two events at  
the athletics world championships  
receded when he was  
spiked during an 800 metres  
race at Crystal Palace and  
forced to drop out with cramp.  
Page 2

Leader page 13  
Letters on Army discipline,  
from Mr B. Vincent, rate  
capping, from Mr R. H. B.  
Neame, and others; prisoners'  
rights, from Mr L. Blom-Cooper,  
QC.

Leading articles: Liberal/SDP  
alliance: Sino-Soviet relations.  
Features, pages 10, 11, 12

South Africa: a spot of trouble  
with the neighbours; Roy  
Hattersley's views on where  
Labour should be going; Ronald  
Reagan's dangerous central  
American policy; Spectrum:  
Jagger at 40; Modern Times: the  
answerphone people.  
Obituary, page 14  
Sir Clement Chesterton, Mr  
Patrick Swift.

Home News	2-4	Crossword	26
Diary	4-6	Diary	26
Arts	14-18	Arts	19
Bridge	9	Bridge	20-22
Business	15, 18, 19	TV & Radio	25
Church	14	Universities	14, 19
Court	14	Weather	26

## Dole benefits may be kept below cost of living

By Julian Haviland, Political Editor

Apprehension was growing  
yesterday among middle-  
ranking ministers and Con-  
servative backbenchers, three  
days after the Cabinet's first  
consideration of the outlook for  
public expenditure next year,  
that the bargaining between  
Treasury and spending mini-  
sters, which is yet to begin, may  
become awkward and angry by  
the autumn.

In particular, fears that Mr  
Norman Fowler, Secretary of  
State for Social Services, will  
come under pressure to keep  
next year's increase in unem-  
ployment benefit below the rise  
in the cost of living have  
prepared the Conservative  
backbench social security lobby  
for mobilization.

Specific reports that Mr  
Fowler is contemplating resig-  
nation if the pressure grows too  
great were firmly denied yester-  
day.

On the contrary, it was stated  
that he means to fight  
Mr Fowler is in the front line  
for the single reason that he is  
responsible for £51,000m of the  
estimated £126,400m to which  
the Cabinet agreed that expendi-  
ture should be held next year.

Of this, by far the greatest  
part, thanks to the high  
continuing level of unemploy-  
ment - £36,000m - goes to  
social security and is money to  
which its recipients will be  
entitled unless the Cabinet  
decides to squeeze them.

It now appears that Mr  
Fowler invited his colleagues' support in Cabinet last week in

his aim of protecting the social  
security budget, but did not  
receive much practical  
sympathy.

● The Treasury believes that  
only about £2,000m of the  
£5,000m of excess bids put in by  
spending departments for next  
year represents inescapable  
commitments, to be accommodated  
within the £3,000m  
contingency reserve or offset by  
cuts in spending elsewhere (Our  
Economics Correspondent  
writes).

The rest represents cash for  
additional programmes or  
padding of existing ones which  
the Treasury hopes, perhaps  
optimistically, can be eliminated  
without great difficulty.

The Chancellor, strongly  
backed by the Prime Minister,  
would prefer to leave the  
contingency reserve untouched  
at this stage, providing some  
leeway for possible tax cuts in  
the next Budget or a cushion  
against lower than expected  
government revenues.

This would mean that the  
whole of the irrevocable  
£2,000m overrun in spending  
would have to be offset by  
painful cuts in other pro-  
grammes.

But last Thursday's Cabinet  
meeting made no decision on  
the contingency reserve. Mr  
Peter Rees, Chief Secretary to  
the Treasury, who has the  
gruelling task of bringing spend-  
ing departments into line with  
the agreed overall total of  
£126,400m, was simply told to  
go away and do his best.

## Council spending is well above target

By David Walker, Local Government Correspondent

Figures to be presented to a  
meeting today of councillors  
and ministers will show that by  
the end of the financial year  
1984-85, council spending in  
England could be £1.8bn in  
excess of the government's  
plans.

Council officials are saying  
openly that the plan set out in  
the last public expenditure  
White Paper and reaffirmed by  
the Cabinet on Thursday is  
"wholly unattainable". It would  
mean, they say, so many  
dismissals that the redundancy  
payments would be unmanage-  
able.

The Consultative Council on  
Local Government Finance, which  
brings together the  
Secretaries of State for Environ-  
ment and Education and leaders  
of the local authority associa-  
tions, will today receive  
projections of council spending  
into 1986.

These show a huge and  
growing gap between council  
outlays and what the govern-  
ment has allowed, far more than  
the "over-spend" in 1983-84 of  
£744m. If present trends con-  
tinue councils will be between 8  
and 9 per cent in excess of the  
government plans by 1985.

On local authority projec-  
tions, the total spending of  
English councils by March,  
1985 could be more than £22bn,  
compared with the £20.2bn  
allowed in the published White  
Paper.

Over the past few months  
officials have made estimates of  
the effects in 1984-85 of cutting  
2 per cent and 5 per cent of  
councils' present outlays after  
making allowances of inflation.

A group working on educa-  
tion the largest element in the  
total council budget has calcu-  
lated that cutting 5 per cent  
would mean dismissing 40,000  
teachers by September, 1984 and  
allowing a further 20,000 to  
retire without being replaced.

Other sub-groups have, in  
papers going to today's meeting,  
concluded that a cut of 5 per  
cent would have a serious effect  
on social services and law and  
order, as the number of police  
officers was reduced.

Since councils are free to  
raise their rates (until the  
Government's new powers are  
introduced) Mr Patrick Jenkin,  
Secretary of State for the Environ-  
ment, in powerlessness to  
control the total of spending in  
1984-85.



Golfer's tragedy: Jack New-  
ton, the Australian golfer, lost  
his right arm when he was  
struck by the propeller of a  
light aircraft at Sydney yester-  
day. Surgeons were trying to  
reattach his arm last night.

Mr Newton, aged 34, who  
won the 1979 Australian  
Open, is believed to have been  
boarding the aircraft when the  
accident happened. In 1975 he  
was runner-up to Tom Watson  
in the British Open.

At a time when American  
farmers are growing so much  
food that the Government pays  
them to let fields lie fallow, it is  
reported that many Americans  
are going hungry.

Warehouses, grain stores and  
caves are filled with grain, milk,  
butter and cheese, and more  
than a third of all farmland has  
been taken out of production in  
an effort to reduce the world's  
most abundant country.



King of the road: Laurent Fignon, French outsider, hoists the Tour de France trophy in  
Paris after successfully defending his lead to the finish. Report page 21

## Lawson to reveal asset sales

By Frances Williams  
Economics Correspondent

Details of the Government's  
proposed £500m additional  
asset sales announced earlier  
this month are expected to be  
revealed today when Mr Nigel  
Lawson, the Chancellor, replies  
to a question in Parliament.

Top candidates are parts of  
the Government's existing  
shareholdings in privatized  
companies: BP, where the state  
has a 39 per cent stake, Britoil  
(49 per cent) and Cable and  
Wireless (45 per cent).

It would be difficult for the  
Government to accelerate the  
planned privatization of such  
leading enterprises as British  
Telecom, British Airways and  
the Royal Ordnance factories  
which are scheduled for next  
year. But it could decide to  
bring forward sales of smaller  
pieces of state industries and  
publicly-owned companies.

The Transport Department  
has already announced that it  
expects British Rail's Sealink  
subsidiary to be ready for  
privatization by the autumn.

Other possible subsidiaries  
of BL such as Unipart, Jaguar  
and Land Rover and profitable  
parts of British Shipbuilders,  
British Steel, the National Bus  
Company and the British  
Airports Authority.

The sale of British Gas oil  
interests is already earmarked  
for this year.

## World alert over Armenian revenge

By Richard Evans

A worldwide security alert  
has been ordered at all British  
diplomatic missions after the  
jailing of an Armenian for  
firearms offences at the Central  
Criminal Court on Saturday.

Every British embassy and  
consulate is on its guard  
against an unexpected attack  
by fanatical Armenian extremists  
in retaliation against the  
eight-year prison sentence  
passed on Zaven Bedros. The  
SAS is on special standby.

Bedros, aged 32, is a self-  
confessed member of the  
Armenian Secret Army for the  
liberation of Armenia, the  
underground organization  
which claimed responsibility for  
the bomb attack on the  
Turkish Airlines check-in at  
Orly airport in Paris 10 days  
ago, in which seven people  
died.

He flew to London last  
August and the prosecution  
alleged during the trial that  
his mission involved the  
assassination of a senior  
Turkish diplomat. Bedros told  
the court he planned to take  
hostages in a commando-style  
siege of the Turkish Embassy  
in order to demand the release  
of Armenian prisoners in  
Turkey.

The jury failed to agree a  
verdict on the murder plot  
charge but found Bedros guilty  
of possessing a Soviet grenade,  
pistol, and ammunition with  
intent to endanger life. Grish  
How Bedros was caught, page 3

## Gemayel facing challenge from 'Salvation Front'

From Robert Fisk, Beirut

President Gemayel of Leba-  
non will return to his country  
from Washington in the next  
two days to find that it has been  
further torn apart, this time by  
Syria's latest efforts to challenge  
the legitimacy of his Govern-  
ment.

The three leading Lebanese  
politicians opposed to Mr  
Gemayel have been encouraged  
by Damascus to form a  
"National Salvation Front"  
which is clearly designed to  
provide an alternative adminis-  
tration in Lebanon if the  
country is partitioned.

Meanwhile, ceasefires broke  
down in the battles between  
Druze and Christian Maronite  
militiamen in the Israeli-occu-  
pied Chouf mountains and  
between rival Palestinian guer-  
rilla groups in the Syrian-occu-  
pied Bekaa valley.

Throughout Saturday night  
the miniature civil war in the  
hills above Beirut went on with  
the Israelis making precious  
little effort to stop it.

By last night at least two  
Palestinian guerrillas loyal to  
Mr Yasser Arafat's leadership,  
together with a Lebanese  
woman hit by stray gunfire, had  
been killed by rebels who, with  
Syrian encouragement, attacked  
two pro-Arafat military bases  
north of the town of Chitaura.

The announcement of a  
National Salvation Front was  
made in the Syrian-held city of  
Baalbek by Mr Walid Jumblatt,  
the Druze leader, who at the  
same time admitted that his  
men had been responsible for  
firing missiles at Beirut airport  
last week.

While it is not yet claiming to  
be a rival government, the new  
alliance - which includes  
former President Franjich and  
Mr Rashid Karami who was  
Prime Minister here during the  
civil war - is none-the-less  
meant to be a weapon of  
coercion against President  
Gemayel's authority.

Mr Jumblatt is demanding a  
new National Covenant in  
Lebanon, an end to what he  
regards as the domination of the  
Christian Phalange Party, and  
the abrogation of the Israeli-  
Lebanese military withdrawal  
agreement.

Furthermore the construction  
of the "Salvation Front" looks  
very much like a cabaret. Mr  
Franjich will preside over a  
"Presidency Council" which  
will in turn lead a cabinet-like  
"National Council" of 12 men,  
including representatives of the  
Lebanese Communist Party.

"Gemayel must first establish  
national entente and share  
power with the Lebanese fac-  
tions," Mr Jumblatt said. "As  
long as he wants to monopolize  
power for his Phalange Party,  
there will be no entente and we  
will not allow his factional army  
into our homes."

While Mr Jumblatt openly  
boasted of the support of Syria  
and Libya - the Damascus press  
yesterday praised the new  
coalition - the triumvirate is  
not as impressive as perhaps it  
sounds.

The elderly Suleiman  
Franjich has been largely  
ensnared in his palace in  
northern Lebanon for the past  
six years and would have to  
leave the country altogether if  
the Syrians withdrew.

Mr Karami has spent much  
of his time in his home city of  
Tripoli, trying to shore up  
hopeless ceasefires in the  
interminable militia disputes  
that have broken out there.

Mr Jumblatt is discredited  
among many of his own Druze  
followers. A recent trip to  
Damascus, during which he  
appeared to be in a very tired  
and emotional state, did little to  
restore his image in his own  
Progressive Socialist Party.

Yet if the Israeli and Syrian  
armies do stay in Lebanon,  
Continued on back page, col 6

## Floods close new Selby pit 'possibly for months'

Wistow Colliery, the show-  
piece of British mining, which  
opened only four weeks ago at  
the Selby coalfield, North  
Yorkshire, is to be out of action  
for "weeks, and possibly  
months" after weekend flood-  
ing. As water continued to seep  
under the pit, the National Coal  
Board confirmed that coal  
production would be halted, at  
a cost of £600,000 a week.

A spokesman said that the  
opening of the second set of 20  
faces, scheduled for three to  
four months time as part of the  
total £1,000m project, could be  
delayed. "There may have to be  
some rethinking on this follow-  
ing the flooding," he said.

As a major investigation got  
under way and emergency  
pumping continued, the NCB  
were trying last night to work  
out how the water got through  
250 ft of rock and stone to the  
coal face.

"This is what is puzzling us.  
We never thought this was  
possible and are sure it is a  
unique problem. We have not  
heard of it ever happening  
before", the spokesman added.

Mining engineers have so far  
been unable to see the full  
extent of the damage in the pit,  
which contains £3m worth of  
equipment. But after moving in  
extra pumping equipment last  
night, they hope that by today  
they will be able to examine the  
mine.

Since opening four weeks  
ago, Wistow, said by the NCB  
to have been "setting the  
standard for world mining", has  
been producing 20,000 tons of  
coal a week. "The loss of coal  
production, which we put at  
£600,000 a week, is bad enough  
but what we are anxious to find  
out is why this has happened",  
the spokesman said.

ADVERTISEMENT

## Are You A Bore?

A FAMOUS author and  
educationalist reveals  
that there is a simple  
technique of everyday  
conversation which can  
pay you real dividends in  
both social and profes-  
sional advancement. It  
works like magic to give  
you added poise, self-con-  
fidence, and greater  
popularity. The details of  
this method are de-  
scribed in his fascinating  
book, "Adventures in  
Speaking and Writing,"  
sent free on request.

According to this author,  
many people do not realise  
how much they could in-  
fluence others simply by  
what they say and how  
they say it. Those who real-  
ise this radiate enthu-  
siasm, hold the attention of  
their listeners with bright,  
sparkling conversation  
that attracts friends and  
opportunities wherever  
they go.

To acquaint all readers  
with the easy-to-follow  
rules for developing skill in  
everyday conversation and  
writing, we, the publishers,  
have printed full details of  
this interesting self-training  
method in a 24-page  
book which will be sent free  
to anyone who requests it.

No obligation. Simply fill in  
and return the coupon on  
page 9 (no need to stamp  
your envelope), or write to:  
Effective Speaking Pro-  
gramme, (Dept. TSS3),  
FREEPOST, Bowden Hall,  
Marple, Stockport.

You know, through your  
own observation, that good  
talkers always win atten-  
tion. They command re-  
spect! They quickly become  
not only popular, but often  
more entertaining - all of  
which directly helps them

## Shore criticizes failure to move with times

## Labour must reach 'new society'

By Our Political Editor

An appeal to the Labour  
Party to develop its policies to  
increase its appeal to office as  
well as factory workers - to "the  
new earning classes" which  
Labour had helped to create -  
was made last night by Mr Peter  
Shore, the Shadow Chancellor,  
one of four candidates for the  
party leadership.

Speaking at Chesham,  
Buckinghamshire, he criticized  
Labour for its lack of response  
to the great social and economic  
changes since the 1950s, notably  
the increase in owner-occupied  
homes and in car ownership.

These were most marked in  
the South of England, he said,  
but the change was happening  
more slowly elsewhere with the  
decline in manufacturing em-  
ployment and the expansion of  
the service sector.

Mr Shore spoke of the  
disastrous general election re-  
sult, which left Labour with  
only 29 of the 260 parliamen-  
tary seats south of a line  
between the Wash and the  
Severn, against 103 held in  
1966.

He said there was no earthly  
reason why these social changes  
should erode support for  
Labour, which had always been  
equally concerned about white-  
collar and blue-collar workers -  
workers "by hand and by  
brain".

There was nothing inevitable  
about them slipping away from  
Labour. Indeed, it would be  
"richly ironic" if that hap-

pened, as Labour was the chief  
architect of the growth of public  
services and of the expansion of  
education, and the promoter of  
owner-occupation and of the  
expansion policies that had  
raised living standards.

But Labour had failed to  
"tune in" to the concerns felt by  
the "new earning classes".

Labour policies already  
geared to these electors include  
the option mortgage scheme,  
started by Labour, which gave  
standard-rate tax relief to those  
paying less than standard-rate  
tax, Mr Shore said.

It was a Tory myth that  
Labour was opposed to owner-  
occupation.

Labour had first introduced

Continued on page 2, col 7

## Heatwave in US kills 120

From Our Own Correspondent  
New York

More than 120 people have  
died in the heatwave affecting  
many parts of the United States.  
A state of emergency has been  
declared in the city of St Louis,  
Missouri, where people are  
being urged to use 70 air-con-  
ditioned "cooling off" centres.

The centres offer shelter from  
the overpowering 100° heat  
which has so far killed 38  
people in the city.

An emergency has also been  
declared in Louisville, Ken-  
tucky, where hospitals are  
crowded with heat victims.  
Police report an unprec-  
edented wave of thefts of air-  
conditioners from private  
homes and churches.

St Louis is badly affected  
because it has many flat-topped  
brick buildings which retain the  
heat, and whose windows have  
been nailed down to foil  
burglars.

Many of the occupants of  
these houses are elderly who do  
not have, or cannot afford, air-  
conditioning. They suffer heat  
strokes.

The heat wave has killed  
people in Missouri, Illinois,  
Kentucky, Georgia and parts of  
North Carolina, Indiana,  
Arkansas and New York.

● In Britain, after a Sunday  
when many places had a dry  
day but some areas experienced  
very heavy thunderstorms, the  
mixed weather was expected to  
continue for some time. Today  
is likely to be showery with  
sunny intervals.

Forecast details, back page

## Soup kitchen queues lengthen in US

From Trevor Fishlock, New York

Administration set out to tackle  
what it saw as abuses of the  
welfare programme.

Government spending on  
food assistance was cut from  
\$16b in 1981 to \$15.4b last year,  
although it is expected to go up  
next year.

The distribution of free  
cheese has been curtailed by the  
Government because it is felt  
that hand-outs are hitting the  
commercial market.

Until last March the state was  
giving 26,000 tons of cheese a  
month to the needy but that has  
now been roughly halved. The

Government has 391,000 tons  
of surplus butter in store and  
21,000 tons of surplus beef.

Anti-poverty organizations  
say that cuts in food-stamps and  
distribution are responsible for  
the soup kitchen queues. Thirty  
million of the population of  
233 million are graded as below  
the poverty line but the mayors  
say soup kitchens are not  
keeping pace with the hungry.

A Bill to increase the  
distribution of surplus food has  
been approved by the House of  
Representatives, in spite of  
opposition by the Reagan  
Administration.







## 17 youths killed in cliff plunge while fleeing disco gang

From Our Correspondent, Bodmin

Teenagers died when 17 from a cliff top on to a beach early yesterday morning when a gang of 17 youths fled from a disco. Another youth had broken by a tree and was to safety. Three had vaulted a 4ft-one wall expecting that it led them to a path of from the group of eight chasing them from a terrace and also a fourth. But the wall was only bet from the edge of the cliff over-looking the beach in Newquay.

Frazer Heral, aged 21, was first to leap the wall. He d into a thick shrub, and outwards from the cliff. The two following him he wall, Miles Thomas, 17, and David Stevens, 17, vaulted further, out mid-air, and crashed to the below.

Fourth youth, Michael, aged 18, managed to vault with his hands on all top.

Four came from Mersey-side and were on a camping ty on the outskirts of ay. Miles Thomas died diately. David Stevens also lived in Laughton Roby, died two hours a hospital in Truro.

Heral, of Courthage Bowring Park, Hylton, pulled to safety. He said as the Scots who got me. They were obviously shaken. They could see



Heral: shrub stopped his fall.

### Armenian arms case

## How secret services trapped a terrorist

By Richard Evans

July a brilliant undercover ration started by M15, tined by the Special ch, and completed by hand Yard's anti-terrorist ad, prevented Zaven Bedros a terrorist attack in adon.

he recently recruited but stical member of the Secret y for the Liberation of enia, flew into Heathrow ort from Damascus on ast 31, last year.

It was his first mission for the emist underground organi- on which has killed 51 ple, mostly senior Turkish omats, in an eight-year ighn to avenge the mass- : of 1,300,000 Armenians by Ottoman Turks in 1915.

Bedros, aged 32, slipped ough the airport's Terminal eling immigration officials t he was a commercial inessman, in England to buy re parts for Land-Rovers. A hours after his arrival ros was being watched.

he secret service network, often criticised, had already trated the Armenian net- rk.

"It was a brilliant piece of rk," one senior police officer d. "It is often said what a d of duflers the security vice people are," he added. t this is a classic case of how ctive they have been."

Bedros, a Syrian-born iron- mger, was planning, so he d at his trial, a commande- occupation of the Turkish lassy. Four Secret Army leagues, he claimed, were tady in Britain, and he was to d the assault on the Belgrave ure target. If necessary, he e prepared to kill or die, "I

am a suicide man", he told police.

An armed team of 20 officers from the Special Branch and the anti-terrorist squad, moved in to track his movements.

While the Special Branch officers were involved with surveillance, the anti-terrorist squad was ready to arrest Bedros.

Its officers did not have to wait long. During the early evening of September 9 Bedros was sitting idly on a car bonnet outside his hotel in Bayswater when he was summoned by a member of the hotel staff to take a telephone call. It was the message he had been waiting for.

Two hours later Bedros was seen walking back to his hotel, carrying an innocent-looking plastic shopping bag. But inside were the weapons he had been waiting for.

Bedros quickly took his armoury to his hotel room and then emerged on the street. Armed police officers moved in. Bedros ran but was quickly captured with a flying tackle by Det Chief Insp Hilson Cole.

In his hotel room the police found Soviet FI anti-personnel fragmentation grenade and ignition set, a 7.62mm self-loading pistol, and 16 rounds of ammunition.

A disappointed Bedros later told detectives his arrest came four days before the embassy siege was due to take place.

● An Armenian national council, to speak for the three million Armenians scattered across five continents was established yesterday by the second Armenian World Congress in Lausanne. Alan McGregor writes.

## BBC contest criticized

From Tim Jones, Cardiff

Teachers at some of Britain's ending music colleges have scrued the BBC of being "highly irresponsible" in dnging The Cardiff Singer of he World competition, the inal of which was televised ast night.

In a letter to BBC Wales rom Professor Lyndon van der Pump, of the Royal College of Music on behalf of the head of singing at the Royal Academy, he expressed "profound disquiet" at the nature, which the BBC described as being open to singers of a minimum age of 18 "on the threshold of their professional careers".

The letter, also signed by six other eminent musicians, claimed that singers aged 18 were not on the threshold of their careers and should not be exposed to the stresses and publicity that such a competition demanded.

But Mr Geraint Stanley Jones, controller of BBC Wales, said: "I believe they misunderstood the purpose of the competition which was to give an opportunity to singers who felt they needed it to compete at a high level".

The final of the competition, held at St David's Hall, was won by Karita Mattila, aged 23, of Finland.

One of the judges, Sir Geraint Evans, was adamant that the competition was a success.

He said: "There is nothing wrong in the competition. The danger lies in the exploitation that can follow".

A body of influential musicians is now formulating strong protests about the increasing number of music competitions.

## Irish drinkers swallow massive price rise

If drinkers in the Irish Republic are seen to stagger today, the likeliest explanation is not the alcohol but the stiffest ever tax on drink that comes into effect today.

An extra two pence tax on a pint of Guinness is the seventh price increase in seven months and beer prices - up by 30 per cent in the period - are now among the highest in Europe.

The humble pint will now cost IRL1.09 in the cheapest of city bars, IRL1.30 (96p sterling) in the more plush lounges and as much as IRL1.55 (£1.27 sterling) in top grade hotels.

The increase, imposed in last week's Budget, means that tax now takes 58 per cent of the cost of a pint of Guinness, the highest tax level in the European Community.

Dubliners, as ever, are stoical about the imposition and have now come to look on rises as something inevitable and pre-ordained. This week-end they packed the city's bars, enjoying their final "pint of plain", as Guinness is known, at the old prices.

Brewers and distillers expect the increase to depress sales; spirits sales have taken a knock already from earlier rises and are showing a 20 per cent fall.

One Dublin barman, though, is welcoming the rise. Mr

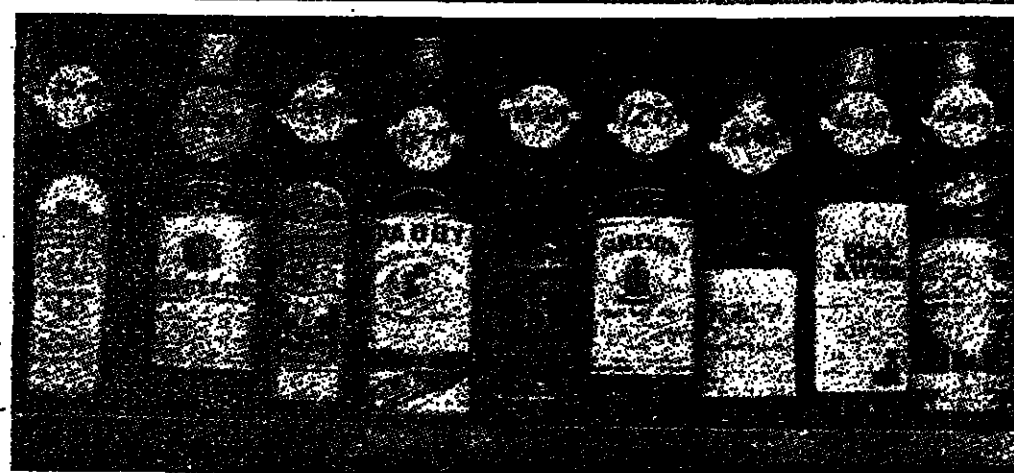
Tommy Cusack, owner of one of Dublin's most popular city centre public houses, Mulligans in Poolbeg Street, reckons it will make his work easier.

"It will stop the extra pennies lying around on my counter", he said. "You see, a pint of Guinness cost one pound and nine pence, and customers just didn't bother to pick up the extra penny in their change."

The locals are taking the rise philosophically, tourists are not. One British visitor, Mr Kevin Lyons from Blandford in Dorset, said: "I think these prices are outrageous. In my home town I can get a good pint of bitter for sixty five pence."

Indeed, Ireland's cost of living in general has left tourists in chaos. The Republic's exchequer is losing an estimated £200m annually as Southerners travel to Northern Ireland to shop there.

The main reason for the Republic's high taxes is a massive foreign borrowing debt. With the Finance Minister, Mr Alan Dukes, pursuing a strict policy to check Government spending and borrowing, little relief appears in sight for the hard-pressed drinker.



Prices up but beer still goes down. Building workers (top) drinking at a Dublin public house. But Irish whiskey on an off-licence shelf is dearer than Scotch.

## Gypsy site 'test case' opens today

By David Nicholson-Lord

The Department of the Environment is being taken to court today in an attempt to force it to act to ease the plight of 200 gypsies living on a site near central London, generally agreed to be unfit for habitation.

The High Court action, being taken by Mr Martin Ward, a resident on the Westway site in north Kensington, is being seen as a test case for the interpretation of the Caravan Sites Act of 1968, in particular the issue of whether ministers can be forced by court order to compel

local authorities to provide gypsy sites if they have not been exempted.

The gypsies at Westway, which has been at the centre of a complicated legal battle for several years, face the prospect of eviction from the site or of having all mains services cut off, forcing them to leave. Their lawyers believe that the environment department is now considering seeking legal immunity from further public health prosecutions until lead pollution has been cleared up.

The two London boroughs responsible, Hammersmith and Kensington, both Conservative-controlled, were only prevented by an injunction last month from handing the site back to the Labour-controlled Greater London Council when the lease expired. Although it owns the land, the GLC says it is prevented by law from running sites for gypsies.

Hammersmith and Kensington dispute that, say the utilities would not cut off services if they abandoned the site and claim they can find nowhere else for the gypsies to live.

## Doubts on link in killing of girls

Police are now less certain that there is a link between the murders of Caroline Hogg, aged five, and Susan Maxwell, aged 11.

Mr Hector Clark, assistant chief constable of Northumbria, who is leading the inquiry into both deaths, said: "There are similarities but there are significant differences between the two cases."

Meanwhile, Interpol has traced Herr Fritz Witte, a West German tourist who stayed in a Portobello boarding house on the night Caroline Hogg, from Edinburgh, disappeared.

Detectives will fly out within the next few days to interview Herr Witte, who was found at his home in Witten, near Dortmund, only hours after his description was issued by the police.

Det Chief Supt Brian Cunningham said: "It is known that he spent three nights, including July 8 at the boarding house. He is one of the few people we have so far failed to interview."

He emphasized that at this stage the police simply wanted to eliminate Herr Witte from their inquiries.

On Saturday police had appealed for a man who was seen in Portobello on the evening of July 8.

Asked about the similarities between Herr Witte's description and the man seen in Portobello, Mr Cunningham said: "We are not saying this in the man who was seen."

Of the deaths of the two schoolgirls, Mr Clark said: "It may well be we are looking for two different people."

## Boy has typhoid

A schoolboy suffering from typhoid was making satisfactory progress yesterday in a Northampton hospital. Doctors believe his case is an isolated one, and are screening his family and friends.

## Gays told of festival Aids risk

From Our Correspondent, Dunfermline

Scottish health experts are worried that the Edinburgh international festival next month may become a breeding ground for the spread of the mysterious disease acquired immuno-deficiency syndrome (Aids).

Aids has already reached epidemic proportions among the male homosexual population in the US with 1,500 reported cases and many deaths. A large number of American homosexuals are expected to visit the festival.

The estimated 40,000 homosexuals in the Edinburgh area are being cautioned by the Scottish Homosexual Rights Group to be very careful about having sexual contact with the American visitors.

## Doctors face VAT charges

Doctors travelling overseas to brief themselves on the latest medical techniques are facing an immediate 15 per cent increase in their conference fees because of a Customs and Excise decision to charge value added tax on large firms exhibiting their products in export markets.

"Symposia are very keenly priced, because it is recognized that many doctors, surgeons and so on have to take part if they are to keep abreast of the latest developments."

"We are charging only about £150 for those taking part in the International Hospital Federation conference next year in Nairobi, and £130 as a registration fee for members of the International Federation of Clinical Chemists in Cairo this year."

"On top of that, of course, they have to pay all their air fares and hotel costs - but they are not VAT rated."

"Between 400 and 500 people will be in Cairo, with about 60 from the UK. The British are the only ones having to pay VAT, because the Customs and Excise decision relates only to British-based foreign conference organizers."

## Conference plea

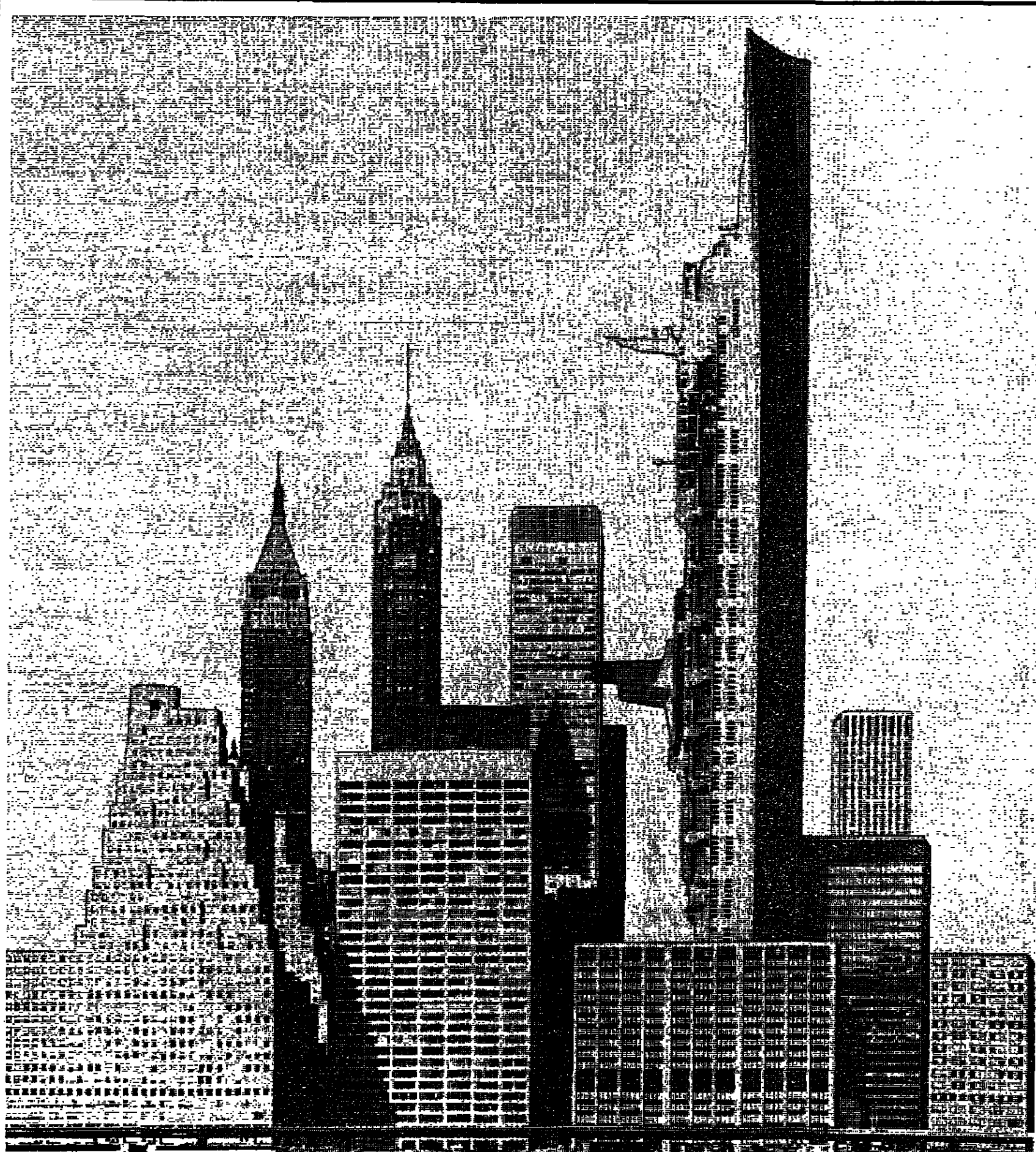
Gay hoteliers at Scarborough, North Yorkshire, are to press the town council to allow the Campaign for Homosexual Equality to hold a conference at the resort, after three rejections in recent years.

## Bargain houses

King's Lynn and West Norfolk Borough Council is to offer 60 per cent discounts to some tenants when they buy their homes. A house valued at £15,000 can be bought for £6,000.

## Litter drive

Only about 100 volunteers braved Saturday's bad weather to help clean up Holyrood Park, Edinburgh. About 2,000 had been expected after the Queen's recent comments on litter in the park.



## New York? Nothing tops the QE2.

Nothing tops going on business to New York on the QE2.

Yet surprisingly one of our air/sea return packages can cost less than a Business Class return flight.

In fact for as little as £680 you can spend five days travelling out on the most prestigious ship in the world.

And then come back on British Airways absolutely free.

Of course you can do the trip the other

way round. And there are other packages where you can take your wife free, or even fly one way on Concorde for £950. There's even a special deal on December 16th when for £765 we're offering two air/sea tickets for the price of one.

However you choose to do it, you'll find nothing in New York comes close to experiencing the QE2.

No matter what lofty heights you reach whilst you're there.

For complete details and timetables contact your travel agent or Cunard at 8 Berkeley Street, London W1X 6NR. Or post this coupon to Cunard Reunions Services, Park Farm Road, Folkestone, Kent CT19 5DZ.

Name (Mr/Mrs/Miss) \_\_\_\_\_

Address \_\_\_\_\_

QUEEN ELIZABETH 2



## Motorists respect police but despise traffic law 'lottery', report says

By Alan Hamilton

Many of Britain's 15 million motorists take a cynical view of the enforcement of traffic laws, regarding them as a punitive lottery concerned more with imposing penalties than improving road sense, according to a study conducted by the Police Foundation by Oxford University.

A friendly warning from a policeman is often more effective than court proceedings, the report concludes. Motorists see the penalties imposed by magistrates' courts as arbitrary and inconsistent, whereas police officers are generally well regarded, provided they strike the right attitude when approaching a motorist.

The report, based on interviews with motorists and with officers of the Thames Valley Police, recommends that motorists be educated rather than prosecuted. Suggestions include rewriting the Highway Code to include more practical guidelines to road sense.

More than five million traffic offences are committed each year. The system has bred what the report calls the "respectable motoring outlaw," who would not dream of breaking the law in any other area, but who in his car is prepared to risk offending for the sake of convenience.

Motorists grossly overesti-

mate the risk of being caught; the chance of being detected for committing a motoring offence is put at only one in 7,600.

The police and the public encounter each other on the road more than in any other areas; the report estimates that well over one-third of all drivers have had an encounter with the police at some time. Many police chiefs regard traffic as a vital area of public relations and will, for example, refuse to sanction the full complement of traffic wardens in their areas for fear of worsening relations with the public.

Other areas where police and public conspire in speed limits; in some areas, particu-

larly in London, the police impose their own unwritten speed limits to keep the traffic moving, and drivers may have considerable leeway beyond the roadside speed signs.

At the same, traffic police may be over-zealous. The report suggests that probationary officers are encouraged to pursue borderline cases because they are good training and a high rate of prosecutions is likely to further their careers.

Motorists interviewed for the report often spoke highly of police officers who had stopped them, remarking on their courtesy, professionalism, and discretion in knowing where a well-judged warning would be more effective than a report.

But the survey also notes that officers can also be unnecessarily offensive in their opening remarks when approaching an erring driver.

The issue of warnings to drivers varied widely between different police forces, from 3 per cent of stopped drivers in Norfolk to 24 per cent in Nottinghamshire, Lincolnshire and West Yorkshire.

Road Users and the Police (M. C. Dix and A. D. Layzell, Transport Studies Unit, University of Oxford. To be published by Croom Helm. £13.95 hardback and £6.95 paperback).

Source: R. Griffiths et al., *Incidence and Effects of Police Action on Motoring Offences as Described by Drivers, Transport & Road Research Laboratory, 1980.*

**SANCTIONS ADOPTED BY POLICE**

	Men	Women	All drivers
Given verbal warning	42	53	44
Sent warning letter	4	2	4
Taken to court	41	23	38
Other action	4	5	4
No further action			
Don't know/still waiting/refused	8	15	10

## Benefits staff ordered to pay

By Pat Healy

Social Services Correspondent

In one of the most strongly worded letters ever issued by a government department, social security and unemployment benefit office managers have been told to take immediate action to ensure that unemployed claimants are no longer wrongly deprived of benefits. Staff will be told that they are breaking the law if they do not refund benefits wrongly withheld.

The letter, issued last Wednesday to regional and local social security managers, reflects the anger and embarrassment of ministers at widespread blunders identified by the Social Security Policy Inspectorate. The letter was issued on the day that the government announced that it would, after all, take steps to repay benefit wrongly deducted from people who were dismissed or resigned their jobs.

Estimates based on figures released by the Department of

Health and Social Security (DHSS) suggest that 56,000 people have been underpaid by up to £1.2m because of errors by social security staff.

Tomorrow the Commons is due to debate proposals to end the present "compassion clause" allowing 20 per cent of benefit to be deducted in cases of hardship, instead of the 40 per cent applied to people deliberately becoming unemployed. The letter indicates that ministers feel it would be more difficult to effect that change if they cannot reassure MPs that the rules are now being followed properly.

The letter says: "It is, of course, indefensible if existing procedures are operated incorrectly at a time when amending regulations reducing the criteria for the lower rate deduction are being processed by ministers."

It instructs managers to take steps to ensure that staff are familiar with the rules and apply them properly. Staff must be made aware that they must

not make a deduction "just to be on the safe side."

The letter adds: "When a voluntary unemployment decision is subsequently found to be incorrect, local officers must refund the arrears. Staff who fail to do so are illegally depriving claimants of benefit."

New training notes are being prepared to make sure that staff understand and apply the rules. Meanwhile, both the DHSS and the Department of Employment, whose local office managers have been sent a similar letter, have stopped destroying case papers after one year in the hope of being able to identify some of the people whose benefits were wrongly reduced.

But only a minority of the people affected will be found in that way. Mr Tony Lynes, a special adviser on social security to the last Labour Government, said yesterday. He pointed out that most people affected are now back in work and do not know that they had wrongly been underpaid benefit.

## Naturalists fear for future of bird refuge

By Hugh Clayton  
Environment Correspondent

Mudflats on the Tees estuary in Cleveland are at the centre of a conservation argument which could become as bitter as that about the Somerset Levels. The bird refuge on 400 acres of Seal Sands on the western side of the estuary are recognized officially in Britain as a site of special scientific interest.

They also make up one of fewer than 250 sites worldwide which are accepted as being wetlands of international importance for wildlife under the Ramsar convention of 1971. But naturalists fear that they are not being given enough protection against reclamation.

They are angry about a deal worked out at a meeting from which they were excluded. Local councils and the Tees and Hartlepool Port Authority were asked to the meeting by Mr William Waldegrave, a Parliamentary Under-Secretary at the Department of the Environment.

Naturalists were worried about statutory powers which would enable the authority to start reclaiming the sands without consultation. The authority agreed at the meeting to submit any such proposal for planning approval, and so risk a veto by ministers.

The Nature Conservancy Council, the main wildlife "wango," decided in the light of that deal to reject appeals from naturalists to press the Government for a nature conservation order on the site. Such orders give ministers the toughest safeguards available under wildlife law, but are meant to be used only when important sites face immediate threats.

The council decided that the port authority's decision to plan a new pier meant that there was no immediate threat. But Friends of the Earth insisted that a conservation order was essential.

Mr Christopher Rose, the organization's countryside campaigner, said: "This new deal does not change the situation as far as nature conservation is concerned. Thousands of birds may perish because of Civil Service ineptitude and the minister's decision."

The Royal Society for the Protection of Birds said the area should be declared a national nature reserve. Mr Ian Armstrong, the society's regional officer for northern England, said that it was not satisfied with the new deal.



Dahir Mokhtar Hashim, aged 41, former Culture, Youth and Sports Minister, being led away handcuffed to a policeman after the Malaysian Federal Court of Appeal confirmed the death sentence passed on him for the murder of a political rival.

The court acquitted Rahmat Satiman, aged 53, a former village headman condemned with him for the murder. Only a royal pardon now stands between Dahir Mokhtar and the gallows (M. G. G. Pillai writes from Kuala Lumpur).

Dahir Mokhtar and four others were charged with murdering Dahir Abdul Taha Talib, aged 49, the speaker of a state assembly, in April last year. One of the accused died before the trial and two were acquitted.

Dahir Mokhtar and Mr Satiman were sentenced to death in March after a 75-day trial, one of Malaysia's longest. Legal and political sources were unhappy that a procedure enacted initially to deal with offences under the Internal Security Act was used in the trial of Dahir Mokhtar. This restricts the rights of the accused.

## Police hunt Singapore murderers

Singapore (Reuters) - Police launched a hunt for two men yesterday after a businessman, his wife and maid were murdered.

Mr Robert Tay Bak Hong, aged 63, was found bludgeoned to death and his wife Annie Lou Ai Yee, aged 40, and maid Doby Verador, aged 27, strangled by raffia.

The bodies were found when police stormed the house after a three-hour siege. The dead man, the managing director of an electrical appliance firm, was reported to have been forced to go to a bank for money before being killed.

His daughter, Dawn Tay, 10, and her tutor - who were also held hostage - escaped unharm. First reports said two men, one in his early twenties with a rifle, entered the house while the daughter was having lessons.

## Clashes over flag leave 60 hurt in Basque town

From Our Correspondent Madrid

The secessionist Basque party Herri Batasuna was yesterday planning further demonstrations in Renteria, near San Sebastian, after clashes there over the flying of the Spanish flag had already resulted in about 60 injuries in three days. The town's annual fiesta was cancelled.

The party, which is the legalized political front organization of the outlawed terrorist group ETA, also participated in an attempt to stage a similar demonstration on Saturday. However, police took special precautions, sealing off the town and checking on the movements of anyone who aroused their suspicions, in order to prevent the demonstration.

There were a few scuffles between small groups and policemen on Saturday, but for the most part the police action effectively stopped the protest.

Incidents in Renteria began last Thursday, when Basque separatists tried to tear down

the red-and-yellow Spanish flag which was flying from a mast outside the town hall beside the red-white-and-green flag of the Basque country.

Policemen reacted vigorously. A number of policemen were among the injured in the melee in which iron bars, bicycle chains, clubs and other weapons were used.

Suspected members of ETA killed a businessman with a shot in the back of the head in the Basque capital of Victoria on Friday in Madrid between Señor Felix Gouzalet, the Prime Minister, and Señor Carlos Garamikotex, the president of the Basque regional government. The meeting failed to resolve differences between the central and regional governments about the handling over of certain powers.

## Security conference anger

## Malta under attack by East and West at Madrid

From Harry Debelius, Madrid

Malta stuck to its position under a withering verbal cross-fire from East and West here yesterday, blocking agreement on a final document at the conference on security and cooperation in Europe.

The Soviet Union and the United States teamed up in the rhetorical bombardment aimed at convincing or obliging Mr Evarist Saliba, the Maltese delegate, to drop his lone demand for changes in the proposed final document to reflect Malta's plans for security in the Mediterranean.

In an unusual Sunday plenary session, scheduled like the one on Saturday in the hope of surmounting the impasse on this ninth day after the other 34 Helsinki nations reached agreement, Mr Anatoly Kovalev, Soviet Deputy Foreign Minister, warned Mr Saliba that there was a growing gap between Malta and the other Helsinki nations.

He claimed that the Maltese representative was "distorting the question of consensus" and he demanded to know what made Mr Saliba think that the Maltese Government had a monopoly on the question of Mediterranean security.

Mr Edward Killham, the deputy chairman of the United States delegation, urged the Maltese representative to act with realism and responsibility. A French delegate accused Mr



Mr Saliba: Sticking to his guns.

Saliba of practising a "destructive abuse" of the process of consensus.

Mr Saliba told the gathering he would not bother to inform his Government about events of the Sunday session, since he was under instructions to report only in the case of some change in the situation.

After the meeting, he remarked: "They are not just closing doors in my face. They are slamming them."

Malta, alone among the 35 participating nations, wants a mandate for a separate Mediterranean conference to be included in the final document, as well as certain other specific references to Mediterranean security as it is seen by the Maltese Government.

## Canadians protest at missile tests

From John Best, Ottawa

Thousands of Canadians marched in cities across the country at the weekend in protest against the Government's decision to allow the United States to test air-launched cruise missiles in north-western Canada.

Mr Gilles Lamontagne, the Defence Minister, vowed to stand firm in the face of the demonstrations. In Montreal, 300 of an estimated 1,000 who took part in the protest march staged a "die-in" at Atwater Park. They lay down for three minutes to symbolize the death toll from a nuclear war.

Mr Lamontagne, in a radio interview, said many of the demonstrators were "strictly anti-American" and some others were activists, "probably members of the Communist Party of something like that. I don't think they could make the Government reverse its decision."

It is from Griffiths that B-52 bombers are expected to begin the test missions next winter. They will fly to northern Canada and launch the cruise on a south-easterly flight path, ending at a range on the Alberta-Saskatchewan border. The test weapons will be unarmed.

Among the cities where demonstrations took place were Halifax, Ottawa, Toronto, Montreal, Winnipeg, Saskatoon, Edmonton and Vancouver. The biggest protests were in Vancouver and Toronto where about 4,000 people took part.

In Montreal, 300 of an estimated 1,000 who took part in the protest march staged a "die-in" at Atwater Park. They lay down for three minutes to symbolize the death toll from a nuclear war.

Mr Lamontagne, in a radio interview, said many of the demonstrators were "strictly anti-American" and some others were activists, "probably members of the Communist Party of something like that. I don't think they could make the Government reverse its decision."

It is from Griffiths that B-52 bombers are expected to begin the test missions next winter. They will fly to northern Canada and launch the cruise on a south-easterly flight path, ending at a range on the Alberta-Saskatchewan border. The test weapons will be unarmed.

Among the cities where demonstrations took place were Halifax, Ottawa, Toronto, Montreal, Winnipeg, Saskatoon, Edmonton and Vancouver. The biggest protests were in Vancouver and Toronto where about 4,000 people took part.

In Montreal, 300 of an estimated 1,000 who took part in the protest march staged a "die-in" at Atwater Park. They lay down for three minutes to symbolize the death toll from a nuclear war.

Mr Lamontagne, in a radio interview, said many of the demonstrators were "strictly anti-American" and some others were activists, "probably members of the Communist Party of something like that. I don't think they could make the Government reverse its decision."

It is from Griffiths that B-52 bombers are expected to begin the test missions next winter. They will fly to northern Canada and launch the cruise on a south-easterly flight path, ending at a range on the Alberta-Saskatchewan border. The test weapons will be unarmed.

Among the cities where demonstrations took place were Halifax, Ottawa, Toronto, Montreal, Winnipeg, Saskatoon, Edmonton and Vancouver. The biggest protests were in Vancouver and Toronto where about 4,000 people took part.

In Montreal, 300 of an estimated 1,000 who took part in the protest march staged a "die-in" at Atwater Park. They lay down for three minutes to symbolize the death toll from a nuclear war.

Mr Lamontagne, in a radio interview, said many of the demonstrators were "strictly anti-American" and some others were activists, "probably members of the Communist Party of something like that. I don't think they could make the Government reverse its decision."

## Shock tactics for armoured riot-beater

By Rodney Cowton  
Defence Correspondent

A formidable new vehicle for controlling riots will soon go into production in Britain. It is being promoted in the Far East and South America, but not in Britain nor, at present, in Europe.

It will be equipped with an intimidating array of defensive and offensive systems, including:

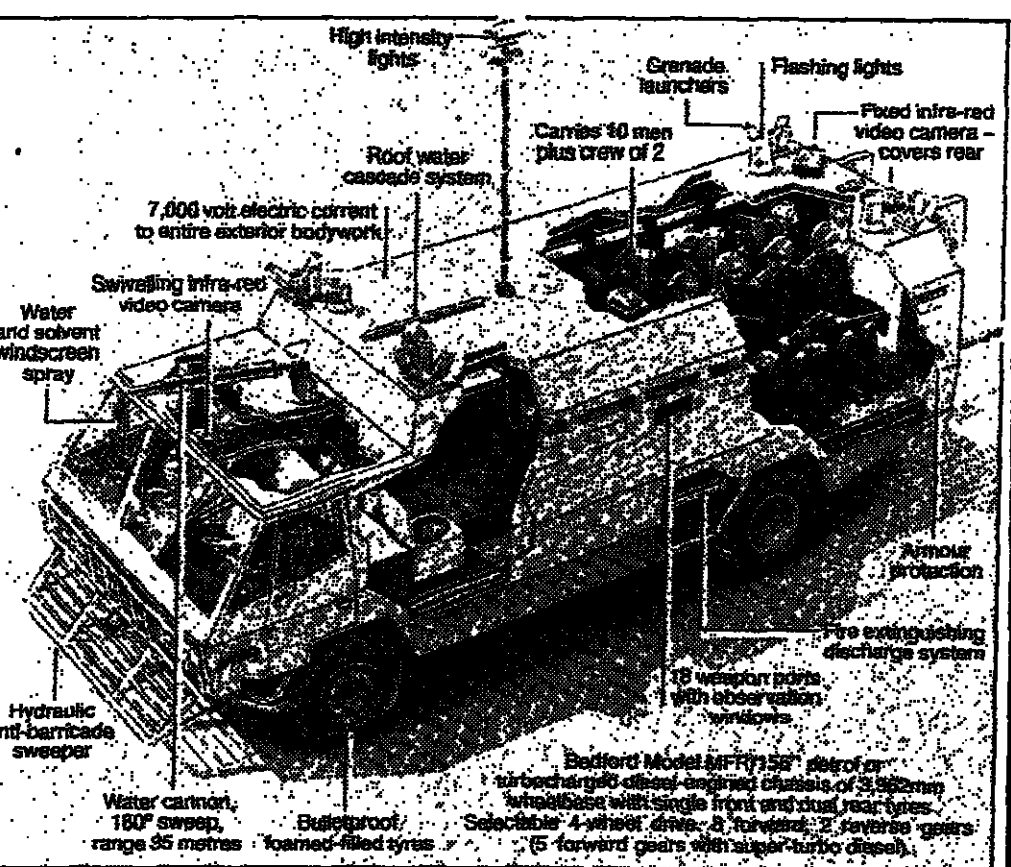
- 16 grenade-launchers;
- 18 gun ports;
- A 7,000-volt electrical charge running through the bodywork's external skin;
- A 7,000-volt electrical charge running through the bodywork's external skin;
- High-pressure water cannon capable of knocking over a vehicle and also able to spray dye so that suspects can be identified;
- Searchlights and floodlights;
- Infra-red camera.

The vehicle is equipped with other facilities. The armoured bodywork is claimed to be waterproof and airtight and can be closed down, allowing the crew inside to survive for more than an hour using the air-conditioning and oxygen supplies. It has a chemical lavatory.

The windscreen-washers can dispense white spirit for removing paint or other materials thrown at it, and the windscreen-wipers are fitted with what are described as "heavy-duty household brushes", also for removing paint and other materials.

The vehicle has a "cow-catcher" on the front for pushing aside barricades and other obstacles.

The AMAC-1 as it is known, will be built on a heavy-duty Bedford chassis.



The bodywork fabrication will be carried out by Hampshire Transchoc of Southampton. The vehicle will be marketed by the AMAC Corporation, a British company based in London.

Mr Paul Latham, AMAC's marketing director, said: "It is not an aggressive vehicle essentially. It is designed to avoid people killing each other. It is intended to look and be frightening."

If objects were thrown at the vehicle, he said, it had various levels of defence, the most important being its armour protection and bullet-proof tyres.

Mr Latham said the 7,000-volt charge in the exterior of the bodywork, when switched on, would deliver a 2-amp shock to anyone touching it. This would be enough "for people to get a bit of a nasty

shock and receive a burn", but it would not kill.

The first prototype is expected to be ready by Christmas, and production is hoped to be running at five a week by 1985.

Mr Latham said his company was close to agreement on a first order for 20 vehicles from a Middle East country. It is also being promoted in Pakistan, India, Indonesia and parts of South America.

## Finance firms in talks to save Scots paper

Agents for a proposed consortium of financial institutions will spend today and tomorrow in talks aimed at saving the *Sunday Standard* newspaper, which is due to close next week.

The talks in Glasgow with the newspaper's publishers, Longhorn-owned George Outram company, follow an examination of the newspaper's books by Macdonald Orr, the Edinburgh financial consultants.

The consultants have been commissioned to do the study by Parsons and Company, the Glasgow stockbrokers. Scottish financial circles are believed to be showing considerable interest.

The move, if successful, would safeguard most of the 38 journalists' jobs at risk. A decision is expected within a few days.

## Listed 1930s church faces demolition

By Our Environment Correspondent

A 50-year-old church in Brighton may soon be demolished despite protests that it is a sound structure of great architectural value. St Wilfrid's is considered by Sir John Betjeman to be "about the best thirteenth-century church there is". It carries an official listing of grade two, the highest rating of historic interest that can be given to a twentieth century building.

But churches are outside normal historic building controls, and St Wilfrid's is reaching the end of the three-year period during which officers of alternative uses are invited after a declaration of redundancy.

One reason for declaring the church redundant in 1980 was because some of the roofs had

been lined with an acoustic coating containing asbestos. Many local authorities are stripping public buildings of asbestos, because of a danger that the minute fibres can be inhaled. They can cause rare cancers by puncturing lung linings.

St Wilfrid's was designed by H. S. Goodhart-Rendel (1887-1959) whose work includes many churches and the head offices of Hay's Wharf on the south bank of the Thames in London. The brick structure of St Wilfrid's served only a small parish, and has no future as a church.

The Advisory Board for Redundant Churches will decide next week whether to allow demolition.

## Etruscan wreck damaged by looters

By Our Archaeology Correspondent

Looters have damaged an Etruscan shipwreck off the coast of Italy in the middle of excavations by a British-Italian team. Corinthian vases from southern Greece, dating to about 600 BC and worth a large amount on the art market, have been stolen.

The looters used powerful suction equipment to strip deposits from around the vases, and left what Mr Michael Mennun Bound, the project's director, described as "an enormous bomb crater". Three men were detained on the island of Giglio, south of Elba, where the wreck is located.

The Giglio wreck is one of the earliest ships known, excelled in age only by the "royal barge" of the Pharaoh Cheops.

## Architect of an African success story

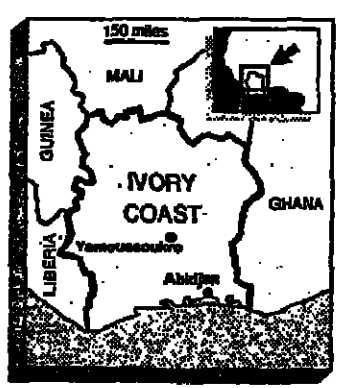
By Henry Stanhope  
Diplomatic Correspondent

The most acceptable face of black Africa arrives in Britain tomorrow for his first official visit for 21 years. It belongs to President Félix Houphouët-Boigny who, when the Ivory Coast won independence from France in 1960, looked like its most valuable asset.

He still does, which is why Western countries view his advance towards 80 (he is allegedly 77) with misgivings: the greatest success story of modern Africa now drawing to a close?

The country with which comparisons are usually made is Ghana. The Ivory Coast is much the same size and shape as its eastern neighbour and endures a similar climate. One difference at independence was that the Gold Coast was potentially rich while the Ivory Coast was potentially poor.

Another difference was that the former was ruled by



Nkrumah, the latter by Mr Houphouët-Boigny, - a former French Cabinet minister and liberal capitalist with a Thatcherite concern for balancing the books.

During the next 20 years he guided his country of 70 ethnic groupings and 40 languages towards a unity and strength which is the envy of West Africa. With few mineral resources to exploit, he concentrated on agriculture, building

up crops until the Ivory Coast became the world's leading exporter of cocoa and third biggest producer of coffee.

His need for the 50,000 French expatriates meant that he not only tolerated their presence but encouraged them to stay - and their number has actually grown. French is the official language and half a battalion of French marines are based near Abidjan airport, maintaining a low profile.

Aspiring young Ivorians have to rely upon merit to win jobs from Frenchmen, a principle which sometimes causes resentment. Mr Houphouët-Boigny rejects xenophobia and two million "guest workers" the majority of them from Upper Volta, remain in his country. Corruption, by African standards, is scant.

The last few years have been difficult for the Ivory Coast. Mr Houphouët-Boigny borrowed heavily during the 1970s, to



Mr Houphouët-Boigny: His country's best asset.

finance what looked like a far-sighted investment programme for his country's future. The lean years have also encouraged him to diversify, loosening the French connexion if only to seek fresh markets elsewhere. France now supplies less than half of the country's imports. Britain's share remains less than three per cent.



Malta under  
by East  
West at M

# THE KEY FEATURES YOU GET IF YOU BUY EVERY COMPACT COPIER IN THE WORLD.

☐ **Automatic Paper-size Selection:** automatic selection of the right paper cassette to match the size of your original.

☐ **Automatic Magnification Selection:** automatic reduction/enlargement of your original to fit exactly the chosen copy format.

☐ **Zoom Reduction/Enlargement:** stepless reduction or enlargement that allows you to choose the exact image area you require.

☐ **User-set Reduction/Enlargement:** where you can preset a number of different magnification ratios to suit your specific needs.

☐ **Factory-set Reduction/Enlargement:** where the most commonly-used magnification ratios are preset by the manufacturer: eg. A3 reduction to A4, A5 enlargement to A4, etc.

☐ **Fully-integrated System Design:** where the copier is designed to accept such "intelligent" accessories as a document feeder and sorter in order to allow full copy processing capability.

☐ **Automatic Document Feeder:** where many originals can be automatically processed by the copier.

☐ **Semi-automatic Document Feeder:** where originals are fed in individually by hand for copying with automatic sorting if required.

☐ **Automatic Sorter:** fully-integrated sorting or stacking of copy sets into individual "bins" for easier handling.

☐ **Multiple-choice Cassette System:** where more than one paper cassette is used in order to give a choice of copy sizes.

☐ **Variable Exposure Control:** lets you lighten or darken the image density as required.

☐ **LED Exposure Display:** provides fast visual check on exposure setting.

☐ **Universal Cassette System:** where one cassette can be used to hold many different paper sizes.

☐ **Manual Feed Table:** permits easy copying on both sides of the copy paper or on to other materials such as card, overhead film, labels, etc.

☐ **Automatic Self-monitoring:** gives continuous feedback on all aspects of the copier condition.

☐ **Alphabetical/Numerical Condition Indicator:** quickly pinpoints trouble spots for rapid servicing.

☐ **Micro-processor Control:** this is where the copy process is controlled through micro-processors.

☐ **Flat Paper Feed Path:** helps to avoid paper jams — allows easier clearing should a jam occur.

☐ **Copy Direction Indicator:** tells you in which direction to set the original — horizontally or vertically — eliminates copy errors caused by incorrect placement.

☐ **Cartridge Toner Supply:** fast, easy mounting of toner supply with no smudging of fingers, paper or machine.

☐ **Multiple-copying Preset:** an electronically-controlled preset "memory" allowing up to 99 consecutive copies to be made.

☐ **Automatic Image Density Control:** continuous monitoring of the originals with automatic measurement and control of the toner supply in order to ensure a stable image density.

☐ **Total Check:** a pushbutton-activated electronic display giving the total number of copies made.

☐ **Mechanical Copy Counter:** automatically records the total number and size of copies made.

☐ **Paper-size Indicator:** visual indication of the selected copy size.

☐ **Automatic Page Sequencing:** where the integrated feeder automatically stacks the copied originals face-up and in the correct order.

☐ **Dual-body Design:** where the upper half of the copier hinges upwards to give easier access for servicing and repair.

☐ **Dual-hinged Original Cover:** fixes any original firmly to the platen including 3D objects such as books or bound documents.

☐ **Energy-saving Position:** when the copier shuts off between copying operations with immediate warm-up or saves power during "stand-by."

☐ **Original Leftover Warning:** an audible signal that activates when an original has been left in the copier beyond a certain time period (usually about 10 secs.).

☐ **Electronic Paper-selection:** allows you to switch between different cassettes at the touch of a button.

☐ **Multi-copy Display:** provides a visual readout of the number of copies ordered with automatic count-down to the final copy.

☐ **Interrupt Mode:** lets the operator interrupt a multiple copy run in order to make one-off copies.

☐ **Clear/Stop Control:** allows the operator to cancel a multiple copy run or to reset copy mode back to zero in case of error.

☐ **Micro-Toning System:** a developing process based on an exceptionally fine-grained micro carrier and even-grained micro-toner for outstanding copy contrast.

☐ **Input Retention "Memory":** where the input copy ordering information is electronically memorised for automatic recall in case of misfeeds or other stoppages.

☐ **Toner Recycling:** where excess toner is automatically separated and recycled for future use.

☐ **Auto-reset:** where automatic functions return to their original state within 60 seconds of operation on the manual setting, thereby helping to avoid wasted copies.

☐ **Multi-purpose Print Button:** where the Print button also collects and disseminates operating condition information by means of colours or symbols or both.

☐ **Edge-to-edge Copying:** where the image fills the copy from edge-to-edge with no annoying cut-off.

☐ **Dry Toner Developing:** where the developing system uses a "clean" dry toner powder as opposed to less stable liquid alternative.

☐ **One-to-one A3 Copying:** the ability to accept and copy A3 originals directly on to A3-sized copy paper.

☐ **Misfeed Monitoring and Display:** automatic identification of a paper misfeed with a simultaneous visual warning signal.

☐ **Single-belt Design:** leaves no belt mark on copies when operating with a document feeder during reduction mode.

☐ **Fixed-platen Design:** where the scanner itself moves so that the platen remains stationary.



## Fierce fighting in Kurdish mountains as Iraqis resist Iranian offensive

Tehran (Reuters) - Iran said yesterday its forces had repulsed an Iraqi counter attack in the Kurdish mountains of northern Iraq, where it launched a big offensive on Saturday.

The news agency Irna said Iranian troops beat back the Iraqi attack in a two-hour battle on Saturday night, killing more than 100 Iraqi soldiers and wounding at least 150.

In Baghdad a military spokesman said fierce fighting was still raging in the area early yesterday and Iraqi troops had killed more than 1,400 Iranians.

Before news of the Iraqi counter-attack reached Tehran, official Iranian communiques said Iran had achieved the main objectives of the offensive, the first big action in the 34-month Gulf war since battles farther south in April.

The communiques said that after a day of fighting Iranian forces had captured a military base at Haj Omran, four miles inside Iraq. Iran says the base has supplied Kurdish rebels in Iraq for the past three years.

The communiques said the Iranians had also taken the King Mountain heights, which overlook Haj Omran from altitudes of up to 3,500 ft. They said the heights had been a base for Iraqi artillery attacks on Iranian border villages.

Iran's report on the counter-attack gave few details of the fighting, except to say there had been intense artillery duels.

Tehran Radio later quoted a military communiqué as saying Iranian troops were reinforcing their positions in newly occupied Iraqi territory and were shelling Iraqi lines.

The communiqué said the Iranians now controlled nine miles of territory from the border along the route towards the Iraqi town of Rawandiz.

Tehran Radio also quoted Mr Mir Hossein Mousavi, the Prime Minister, as saying a number of Iranian Kurdish rebels had been captured during the offensive.

Mr Ali Akbar Hashemi Rafsanjani, Speaker of the Parliament, said yesterday Iranian dissidents, including supporters of the late Shah, the outlawed Mujahedin-E-Khalq guerrillas, communists, and Kurdish rebels, had fought beside Iraqi regular troops in the latest battles.

Iran also quoted him as saying the Iranian offensive had been mounted by a joint force, including regular troops, paramilitary Revolutionary Guards, "mobilization corps" volunteers, Iraqi dissidents and Kurds.

The mountain region where the fighting is taking place is a sensitive area for both Iran and Iraq because it is the home of Kurdish tribal groups which have fought the central governments in Tehran and Baghdad for many years.

● BAGHDAD: An Iraqi military spokesman said three Iranian infantry battalions, a mechanized battalion and two commando battalions had been wiped out. Huge quantities of Iranian weapons and ammunition were also destroyed, he said.

The spokesman did not give Iraqi casualties, which Iran put on Saturday night at more than 3,600 killed or wounded. He said scores of Kurdish rebels fighting with the Iranians, had been killed.

An Iraqi communiqué issued on Saturday said groups of Kurds were fighting on both sides in the battle.



Looking ahead: An Israeli boy peers through the sights of a machine-gun mounted on a tank at a military exhibition in Tel Aviv.

## Why Israeli digs are becoming battlefields

By Christopher Walker, Jerusalem

Archaeology in the Holy Land is under threat. A violent campaign of mass rallies and political pressure has been mounted by the militant ultra-orthodox community, including many religious zealots who refuse to recognise the state of Israel.

Today the ultra-orthodox Agudat Israel Party - whose supporters vital for the survival of the ruling Likud coalition - plans to table amendments to the archaeology law. In the Knesset which experts believe would seriously hamper digging by prohibiting excavations at any site where the rabbinical authorities believe there might be a Jewish grave.

Many Israelis see the proposed legislation as another attempt to enforce orthodox religious practices on a country where divisions between the secular and religious communities are becoming increasingly bitter. At present the Ministry of Education licenses archaeological work.

The respected Israel Exploration Society has launched a fierce campaign against the amendment, which it claims is phrased "in the most extreme terms". Professor Avraham Biran, a member, has called on Parliament not to bow to what he described as "coalition blackmail by a minority".

The campaign to bring digs under the supervision of the religious authorities is being backed by extra-parliamentary pressure, which has included the desecration of the graves of one of the country's most distinguished archaeologists, Professor Eliezer Sakenik and his wife.

The gravestone of the professor - whose archaeologist son, Mr Yigael Yadin, supervised the excavations at Masada - was smashed before dawn on Friday and drenched with graffiti. Two weeks earlier, a similar assault by zealots was made on the grave of Mr Eliezer Ben-Yehuda, the famous lexicographer.

Over the past fortnight, Jerusalem has experienced the worst rioting of the year with mass protests organized by religious extremists against continued digging at the famous City of David site, which they claim contains a medieval Jewish cemetery.

In Mes Shalom, the overcrowded ultra-orthodox neighbourhood near the city centre, Hebrew posters were being stuck on walls yesterday announcing another mass protest this morning.

One of the protest organizers, Rabbi Moshe Hirsch, the self-styled "foreign minister" of Neturei Karta, the most fanatical of the Hassidic sects, said: "We plan to pursue this campaign until we have buried the diggers and Zionism. Our boys are prepared for any violence the police may use against us."

Already police riot squads have had to use tear gas and batons to control the anti-archaeological protesters, who are frequently whipped into a state of near hysteria by leaders who allege that those working at the City of David site are surreptitiously moving ancient Jewish bones.

Rabbi Hirsch, complete with flowing white beard and broad-brimmed black hat, was released from jail on Friday after being held for eight days for allegedly inciting a "revolt".

The rabbi, who was born in New York, declined to elaborate on what action the zealots plan against the City of David site, terming the details "a military secret". He spoke bitterly about the Israeli Government as the "Zionist enemy" and hinted that the black-coated members of his sect had weapons with which to support their demands.

## Gandhi pledge

Delhi (Reuters) - Mrs Indira Gandhi, the Prime Minister, switched on India's first domestically built nuclear power station at the weekend and pledged to use atomic energy only for peaceful purposes. The plant, at Kalpakkam in the southern state of Tamil Nadu, was designed and built by Indian scientists and engineers.

## Pakistani to command Zimbabwe Air Force

By Reuters

Air Vice-Marshal Asim Daudpota of Pakistan has been appointed commander of the Zimbabwe Air Force. A government spokesman said on Saturday he had been given air marshal's rank and would assume his duties immediately. He replaces Air Marshal Norman Walsh, a white Zimbabwean, who retired last May.

Diplomatic sources said Air Marshal Daudpota had been assigned to Zimbabwe as part of a Pakistani assistance deal for the Air Force. They believed that Pakistan would supply about 30 trained men, including pilots, technicians and administrators.

## 21 killed in crashes

Paris (AFP, AP) - Nine people were killed yesterday when two cars collided head-on in south-west Paris. A tenth person was seriously injured.

In West Germany, 12 people died in two air crashes. A turboprop carrying eight people crashed into the North Sea off the island of Borkum and four people died when a Cessna crashed in the Bavarian town of Neumarkt.

## Polish release

War (Reuters) - Polish authorities yesterday began a programme to release political prisoners under the limited amnesty marking the end of martial law. A Justice Ministry official said.

## Craxi consults

Rome - Signor Bettino Craxi, the Socialist Italian Prime Minister-designate, expects to complete consultations this week with other political party leaders to form a government by mid-August.

## PC shoots 23

Delhi (Reuters) - A police constable went berserk at a temple in central India, shooting dead 23 people and wounding 10 before he was killed by a police patrol.

## Zia's plea

Islamabad (Reuters) - President Zia ul-Haq said the Soviet Union should be helped to end its military presence in Afghanistan. He said Pakistan took Moscow's assurances about a willingness to withdraw its estimated 105,000 troops at face value.

## Sixth appeal

Castelgandolfo (AP) - The Pope made his sixth appeal for the daughter of a Vatican employee, believed held by kidnappers to win the release from prison of Mehmet Ali Agca, who tried to kill the Pope in 1981.

## Muslims held

Cairo (Reuters) - Egyptian security police have arrested 25 members of a Muslim extremist group on charges of plotting to overthrow the Government by force. The semi-official daily Al-Ahram reported.

## Ceausescu pact

Nairobi (AP) - President Ceausescu of Romania signed an economic cooperation pact with Somalia during his weekend visit to the pre-Western country. He joint communiqué called for increased exchanges of Somali and Romanian party officials.

## Korchnoi move

Geneva (AP) - Victor Korchnoi, the chess grandmaster, has filed for divorce from his wife Bela a year after Russia allowed her and his family to join him in Swiss exile, his manager said.

## Peruvian toll

Lima (Reuters) - Left-wing guerrillas have killed 26 peasants in four incidents in Peru's Andean province of Ayacucho in the past week, the provincial military command said yesterday.

## US denies hindering peace move

From John Carlin, Mexico City

President Reagan's special Central American envoy, Mr Richard Stone, said in Panama at the weekend that the United States was not intervening in the peace initiative launched by the Contadora Group, but was giving it moral support.

He said this in answer to a reporter who asked if conciliatory gestures coming from Washington in the last few days were a smokescreen for its real purpose in Central America, aggression against Nicaragua.

The envoy was speaking on the third leg of a Latin American tour on which he is discussing Central American peace proposals put forward a week ago in Cancun, Mexico, by the presidents of the countries in the Contadora Group - Mexico, Colombia, Venezuela and Panama.

In Panama City, Mr Stone met President Ricardo de la Espriella and other leaders. Nothing has been given away on the subjects discussed, but comments by Señor Juan José Amado, Panama's Foreign Minister, indicate there might have been a certain friction between Mr Reagan's envoy and Panamanian officials.

In an interview, Señor Amado said the recent decision by Washington to send warships to Central America's west coast was ill-timed.

Officials in Colombia and Venezuela, the next countries Mr Stone plans to visit, echoed Señor Amado's words, reflecting the hostility in the Latin American press to what is seen as a contradiction between Mr Stone's apparent peace mission, the conciliatory statements he is making, and Washington's provocative actions.

## US environment official cleared at contempt trial

Washington (Reuters) - Miss Rita Lavelle, a former Environmental Protection Agency official, was found not guilty at the weekend of contempt of Congress for failing to obey a subpoena to testify before a congressional subcommittee.

The 12-member jury deliberated for 90 minutes on Friday before delivering the surprise verdict. Miss Lavelle, aged 35, who headed the agency's toxic waste clean-up programme until she was dismissed by President Reagan in February, was cited for contempt of Congress for refusing to appear on March 21 before a House of Representatives subcommittee.

The subcommittee was one of several investigating the agency's handling of a \$1.6 billion (\$1 billion) "superfund" allocated by Congress for the clean-up of toxic waste sites. Miss Lavelle was cleared after a two-day trial.

## Freed dogs of war soon fall out

From Michael Hornsby, Johannesburg

The six "dogs of war", pardoned by President Albert René and deported from the Seychelles, arrived back in South Africa this weekend snarling at each other. They said they believed one of them would have "stopped at nothing" to save his own skin, even in exchange for the lives of his fellow prisoners.

Mr Bernard Carey, a Briton aged 40, who was one of four of the captives sentenced to death, said he blamed this unnamed man for telling the Seychelles authorities he was second-in-command of the "Froth Blowers" raiding party led by Colonel "Mad Mike" Hoare in November, 1981, in an abortive attempt to oust President René.

Mr Carey, a "professional adventurer" who with Mr Roger England, aged 27, a former paratrooper and fellow Briton has been given a permit to stay in South Africa for 14 days, claimed: "Because of this I suffered a terrible amount of punishment and ended up in hospital very badly beaten."

Two of the other freed mercenaries, Mr Jeremiah Puren, aged 59, a second-hand car dealer from Durban, and Mr Roger Sims, who is Colonel Hoare's brother-in-law, also spoke of one of their number as "a hated man".

The six arrived at Jan Smuts airport, near Johannesburg, on board a British Airways airliner on Saturday to an ecstatic and excited welcome from a large crowd of relatives and friends. Later, when Mr Puren and Mr Carey reached Durban,

they were cheered at the airport - where Colonel Hoare and the rest of the "Froth Blowers" landed in a hijacked Air India Boeing after their escape from the Seychelles - like returning heroes.

Colonel Hoare is serving a 10-year prison sentence for the hijack, but 34 other mercenaries, who were given the maximum five-year sentence under South Africa's anti-hijacking Air Offences Act, were freed conditionally after six months.

Mr Louis Le Grange, the Minister of Law and Order, indicated this weekend that the South African authorities had no further interest in the case. "I am finished with the Seychelles affair," he said.

The six freed men all hinted they knew more about who was behind the bungled coup than yet been revealed. Mr Puren said the plot to overthrow President René and install Mr James Manchin - ousted in a bloodless coup in 1977 - was first suggested in 1979 by Seychelles exiles.

It was to be backed by Middle East business interests

● VICTORIA: The Seychelles Government has announced that elections to the one-party National Assembly will be held. The last assembly's term expired last month, Leslie Plummer writes. The Seychelles People's Progressive is the country's sole political party, with branches choosing Assembly members.



Love-all: Tennis stars John McEnroe and Vitas Gerulaitis harmonious at a New York charity concert on Saturday night.

## Man in the news Habib's imperturbable heir

From Mohsin Ali, Washington

Mr Robert McFarlane, President Reagan's new Middle East peace envoy, is a strong and silent man - a former Marine Corps colonel who exudes confidence and quiet charm. Under fire he would be imperturbable.

He is also publicity-shy. Though the politically moderate and soft-spoken Mr McFarlane is a power in the President's National Security Council, his name and photographs have seldom appeared in the press. Hitherto, he has met journalists mainly to conduct background briefings on big international, security and arms control issues. It was made clear that he was only to be referred to as "a high administration official".

So Mr McFarlane, aged 46, who is deputy to Mr William Clark, the President's National Security Adviser, remains the "quintessential staff man".

He is one of the main shapers of the Administration's foreign and national security policies, but very much behind the scenes, working long hours in the White House. He shies from taking credit.

Mr McFarlane was born on July 12, 1937. He graduated from the US Naval Academy in 1959 with a degree in electrical engineering. He also studied international relations at the Institut des Hautes Etudes in Geneva. He and his wife, Jondra, have three children.

Mr McFarlane, a six-footer, resigned from the Marines in 1979 after a 24-year military career. Before becoming a presidential aide, he was a counsellor at the State Department for a year. He was on the staff of the

Senate armed services committee from 1979 to 1981.

Between 1973 and 1975, Mr McFarlane was assistant to Dr Henry Kissinger, and to General Brent Scowcroft at the National Security Council. He then served as a special assistant for national security affairs under President Ford.

The personalities of the reserved Mr McFarlane and the effusive Mr Philip Habib, whom he succeeds, are strikingly different. Mr Habib, the former distinguished career diplomat, is gregarious, full of Johnsonian wit.

Mr McFarlane, whose nickname is Bud, weighs each word carefully and talks slowly. But, unlike many military officers, he does not bark orders. He is patient and often disarms a reporter by saying: "that is a very good question." Then, in his most methodical way, he sets out to answer it in detail. He does not talk down to people; he is not an intellectual snob.

General Scowcroft nearly



McFarlane: Policy-shaper

## 11 killed by rebels in Uganda

From Charles Harrison, Nairobi

In the latest wave of killings in Uganda, 11 people were hacked to death at the Namale agricultural research station, near here, by men described by the Government as bandits, its term for anti-Government guerrillas.

Radio Uganda said five of them were killed with axes, knives and other weapons in the officers' club at the station, while the others were attacked in houses nearby. The radio said some villagers were also killed in the same raid. The area is close to one where a similar attack was carried out a few weeks ago.

In the Luwero district, a few miles further north, two opposition MPs - Mr Kisanba Mugerwa and Mr Jol Senteza - have been arrested for allegedly cooperating with guerrillas.

## PLO executive summons emergency session

Tunis (AFP, Reuters) - The Palestine Liberation Organization's executive committee yesterday called for the normalization of relations between Syria and the PLO.

The executive committee said after meeting on Friday and Saturday with Mr Yassir Arafat, the PLO leader, in the chair, that an emergency special session of the Palestinian Central Council would be called.

The call came amid reports of a fresh outbreak of fighting between Fatah factions in the Bekaa Valley, in eastern Lebanon.

The Central Council is the intermediary body between the executive committee and the Palestinian National Council, or parliament.

The Central Council meeting, the first since the rebellion by dissident Fatah officers, is likely to be held before the end of the month.

Yesterday M Claude Chey-

son, the French Foreign Minister, arrived here for a surprise 24-hour visit and met Mr Arafat.

The meeting was part of a fact-finding mission on Middle East issues Mr Cheysson began earlier this month when he went to Syria, Saudi Arabia, Egypt and Israel.

His talks with Mr Arafat were aimed at keeping France informed on latest developments; but did not herald a French mediation attempt to solve Syrian-Palestinian differences, diplomatic sources said.

The meeting took place at the home of Mr Hakam Belaoui, representative in Tunisia, at La Marsa, near Tunis.

M Cheysson, who later left for Algeria, also met Mr Beji Caid Essebsi, the Tunisian Foreign Minister, and Mr C-Hedi Klibi, the Arab League Secretary-General, who is going to Damascus on a mediation mission as a member of the Arab conciliation committee.

# Bahrain non-stop from Heathrow daily at 10.00

Gulf Air. 21 TriStar flights a week. The warmest possible welcome, complimentary refreshments and entertainments, choice of International and Middle Eastern cuisine, honoured by La Chaine des Rotisseurs. There's no better businessman's choice to the Gulf.

طيران الخليج

GULF AIR

Spread your wings

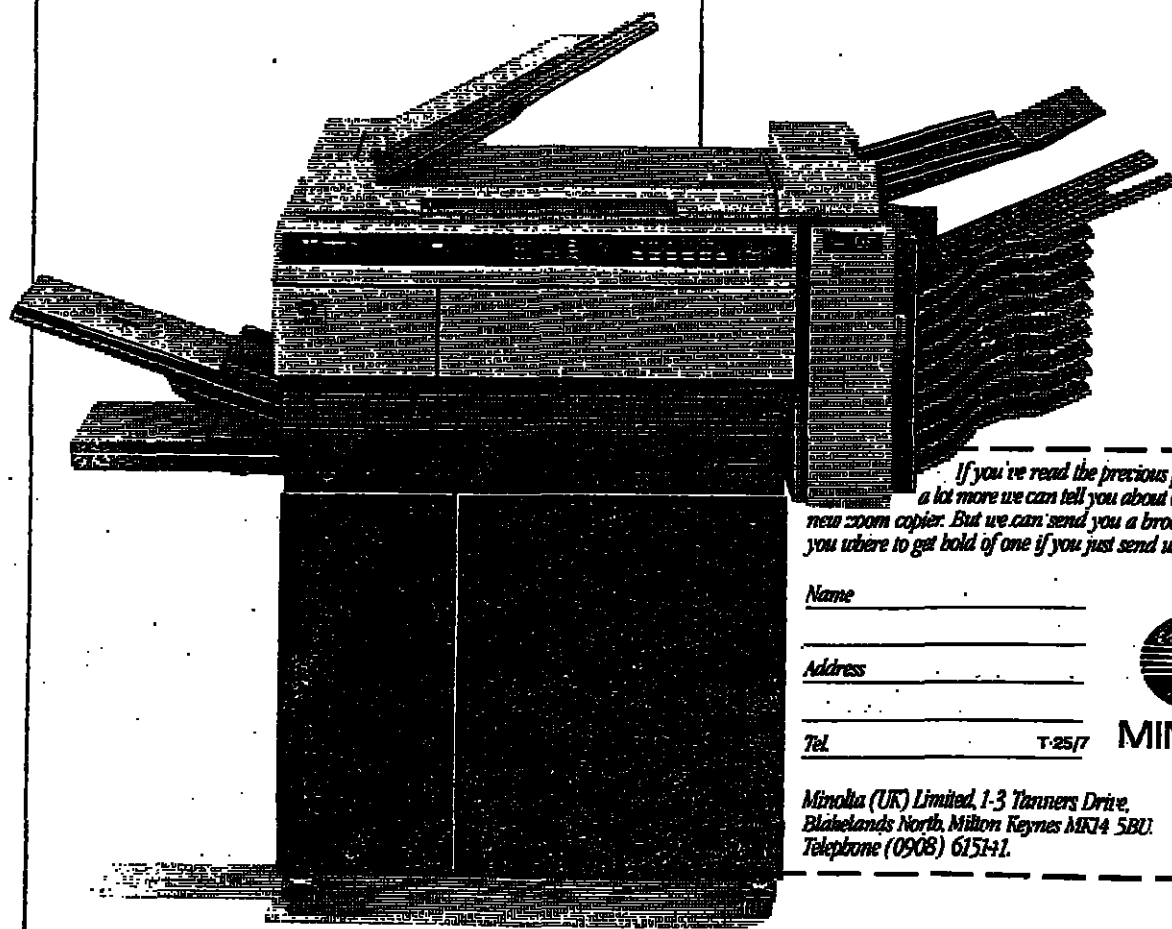
صحن من الامل

For more information call your travel agent or Gulf Air. 73 PICCADILLY, LONDON W1V 7WE. TELEPHONE 01-400 1951. BIRMINGHAM 01-21 632 5931. MANCHESTER 061 832 9677. GLASGOW 041 348 6341. KEY PRESS 21 9515



# THE KEY FEATURES YOU GET IF YOU BUY THE NEW MINOLTA ZOOM COPIER.

☐ See previous page.



*If you've read the previous page, there isn't a lot more we can tell you about our remarkable new zoom copier. But we can send you a brochure and tell you where to get hold of one if you just send us the coupon.*

Name \_\_\_\_\_

Address \_\_\_\_\_

Tel. \_\_\_\_\_

T-25/7



MINOLTA

*Minolta (UK) Limited, 1-3 Tanners Drive,  
Blakelands North, Milton Keynes MK14 5BU.  
Telephone (0508) 615141.*

**EP450Z. THE WORLD'S FIRST COMPACT ZOOM COPIER.**



## Fight for national interest in EEC switches to quotas of fish and steel

From Ian Murray, Brussels

Two more difficult and probably angry meetings of the EEC's Council of Ministers are scheduled to start today in Brussels. This time the arguments are over fish and steel, as last week they were over money.

Last week every member of the Community fought to protect its own vested cash interests. Today and tomorrow they will fight just as hard to protect their quotas of fish and steel. Everybody wants a larger slice of the cake because the size of the cake is shrinking.

Britain was not surprised last week when it was voted down over the size of its cash rebate. Sir Geoffrey Howe, the Foreign Secretary, went out of his way two days before the budget council started, to warn ministers against any move to tinker with the agreed amounts. He would have done so only if he felt the rebate was in danger.

The whole incident has soured relations inside the Community at a time when the spirit of compromise is desperately needed if the EEC is to survive as an effective organization capable of protecting its interests in the world.

Good will, despite all the good intentions voiced at

summit meetings, seems to be totally lacking. The very day after the Stuttgart summit agreed that more had to be done to open internal frontiers and create a real common market, a special council met and agreed nothing on this very point.

Last week, foreign ministers discussed again how to reshape the Community's regional fund and again they agreed on nothing. The number of cases before the European Court for breaking obligations by member states is increasing.

The outlook for the two councils today is extremely pessimistic. All in all, it seems that just as the argument in Britain about Community membership ought to be dead and buried, the question arises as to whether member states care enough about the Community to want it to continue any more.

The argument over the British budget contribution has coincided with the time when the Community for a variety of reasons is running out of funds and ideas. The fact that Britain insists on paying a smaller share of the running expenses does contribute to the financial crisis.

But what is showing up in a stark profile is the fact that any

country's commitment to the European ideal varies in direct relationship to the amount of money, in cash or trade terms, it receives from EEC membership.

Last week M. Claude Cheysson, the French Foreign Minister, said Britain was the only EEC member state yet to join the Community. He was quite right in that Britain does not want to be a member of the kind of Community where farmers do well at the expense of everyone else, and at the expense of good relations with the United States and the developing world.

The EEC has a tiny budget equivalent to no more than 2 per cent of the total domestic budget of all the member states. That is enough money to run a city of about three million people and the funds are administered with a staff of no more than are employed by Lambeth Council, a borough of London. With these limited resources a Community has been created with a meaning to the outside world, which is far more important than member states themselves seem to place on it at the moment.

Business news, page 15

## Ambush kills 13 soldiers in Sri Lanka

By Donovan Molardich Colombo

An army officer and 12 soldiers died and two soldiers were seriously injured early yesterday when their vehicle was wrecked by an explosion near Jaffna in north Sri Lanka.

Two of the soldiers were killed instantly while the other 11 fell to rifle fire and bombs thrown at them as they got off the vehicle to take counter-attack.

The soldiers fired back and bloodstains behind a wall from which the attack was made indicated that some of the terrorists may have been killed or injured.

The Government said some of the terrorists were wearing army uniform. Investigations revealed that the explosion was set off by a device about 50 yards away. The device is presumed to have been stolen from a government cement factory.

## Hassan to see Thatcher as Rock prospects dim

By Henry Stanhope, Diplomatic Correspondent

Sir Joshua Hassan, Gibraltar's Chief Minister, will have more talks at Downing Street tomorrow with Mrs Thatcher, amid concern over the prospects for the colony.

The most immediate issue is British support for the Rock's troubled economy, particularly its naval dockyard, where 1,000 workers are due to lose their jobs in December.

Sir Joshua and his Government have to decide whether to convert the yard into a commercial enterprise. Britain has pledged £28m to help the transformation.

Discussions continued in the Colony last week with Mr Ian Stewart, Under Secretary of State for Defence Procurement, and tomorrow's Downing Street talks reflect the urgency of the problem.

It has to be seen against the background of recent exchanges between Britain and Spain over the future of the Colony. Señor

Fernando Morán, Spain's Foreign Minister, recently referred to a new formula and there has been speculation that he wants to redraft the 1980 Lisbon agreement, under which Spain promised to reopen the frontier with Gibraltar in return for talks with Britain.

He has described the agreement, which has still to be fully implemented, as imperfect and unequal and reacted angrily to a recent claim by Mrs Thatcher that Spain could hardly be admitted to the European Community while border restrictions remained.

Gibraltar claims it is losing up to £100,000 a week because many people cross to Spain to shop and dine, while Spanish customs duties inhibit Spaniards from making similar trips to the Rock.

With the dockyard closure, this represents a double blow to the economy.



Back on board: The Greenpeace protesters back in their ship Rainbow Warrior after being held by the Russians. From left, Jim Henry, Chris Cook, Ron Precious, Nancy Foote, David Rinehart, Pat Derron and Barbara Higgins.

## Greenpeace seven back in Alaska

From Trevor Fishlock New York

The seven Greenpeace activists held by the Russians for five days were back in Alaska yesterday after their most dramatic and best publicized protest against whaling.

A cheering crowd greeted them when they came ashore at the port of Nome.

The protesters, two of them women, were jubilant. They and their Greenpeace colleagues were even more pleased to hear from Britain that the International Whaling Commission, meeting in Brighton, had cut commercial hunting quotas by 18 per cent.

Mr John Frizel, director of Greenpeace, said: "We will go on campaigning until there is nothing to campaign against."

The commission, to which 40 countries belong, voted last year to end all commercial whaling by 1986. But it has no power of enforcement and the three main whaling nations - Japan, Russia and Norway have objected to the ban.

Greenpeace had promised a confrontation at sea with the Russians, but last week's publicity coup, timed to coincide with the Brighton meeting, was beyond their expectations.

The group had landed at a Siberian whaling station to draw attention to the use of whale meat to feed minks.

## Future of Hongkong

## Way clear for progress in Peking

From David Bonavia Hongkong

Sir Edward Youde, the Governor of Hongkong, has arrived in Peking for further talks on the future of the colony. He was accompanied by Mr Robin MacLaren, his political adviser, and the two men will return to Hongkong on Wednesday.

Chinese leaders evidently believe the talks are likely to make more progress now that they are satisfied Britain will not take an adamant stand on the validity of the nineteenth-century treaties ceding Hongkong to Britain.

They have also established that Hongkong itself is not represented officially at the talks, as Sir Edward is regarded

merely as a member of the British negotiating team headed by Sir Percy Cradock, the Ambassador to Peking.

Sir Percy yesterday told correspondents in Peking: "We're looking forward to a really busy and useful two days."

Public opinion in Hongkong has calmed down somewhat after the alarm caused by the disagreement over Sir Edward's status. Most people here have confidence that he will put Hongkong's case ably, though Peking is extremely hostile to the argument that care should be taken to avoid disturbing the stability of Hongkong.

It officially considers, quite unjustifiably, that most Hong-

long people are receptive to the idea of being reabsorbed by China.

Today's confirmation that China will go ahead with the construction of a nuclear power plant near the Hongkong border is seen as a good sign, since Hongkong will be expected to pay for extra power supplies with hard currency, possibly well beyond the 1997 date for re-assumption of Chinese sovereignty.

There is pessimism, however, about the future of the Hongkong dollar, which has fallen to 7.2 to the United States dollar and is widely expected to decline further, though gradually. This instantly raises the cost of living.

## Torrential rains in Japan claim 120 lives

Tokyo (Reuters) - More than 120 people were dead or missing yesterday in landslides and flooding triggered by torrential rain in western Japan. Police said 15 bodies had been recovered by rescuers searching through the wreckage of mud-covered houses, bringing the death toll to 64, with 54 others still missing. More than 2,000 troops and policemen were mobilized in Shimane prefecture, the hardest hit area on the Japan Sea coast.

In China, Jiangsu province has reported continuing rain and floods but there was no more news from other storm-threatened areas as Peking, by contrast, sweltered in a heat-wave, with water rationing for industry and a cut in work hours due to the heat.

## US Navy saves 262 boat people

Bangkok - An American naval vessel landed 262 Vietnamese refugees in Thailand after rescuing them from two boats in the South China Sea. The United States Navy is now looking for a third boat carrying 80 refugees believed still to be in the Gulf of Thailand (Neil Kelly writes).

The first boat left Ho Chi Minh City (Saigon) on July 14 with 173 refugees and the second sailed from Rach Gia province on July 18 with 89 refugees. All those rescued will be settled in the United States.

## Record freeze

Moscow (Reuters) - Soviet polar researchers registered a record-low temperature of minus 89.2C (-129F) at a research station in the Antarctic last Thursday. Tass reported yesterday.

## France firm favourites in bridge championship

From Keith Stanley Wiesbaden

In the Open European bridge championship in Wiesbaden, France are now firm favourites to win the title after playing 12 matches without defeat.

The holders, Poland, continue to challenge, as do Germany, the host nation, and Belgium, but France have the easier programme in the second half of the competition.

Britain continued their improved form in round 10, giving the top two French pairs their closest match to date. France

finally won by three IMPs, the minimum margin, for 11-9.

In round one of the women's championship, Britain, the favourites to retain their title, beat Finland 18-2.

Italy, thought likely to be the main danger to Britain, lost 4-16 to the Netherlands, the most tipped team of the outsiders.

Results round 10: Australia 20, Romania minus 3, Italy 10, Turkey 10, Luxembourg 1, Lebanon 19, France 11, Britain 9, Denmark 10, Switzerland 10, Yugoslavia 0, Hungary 20, Ireland 20, Finland minus 1, Iceland 9, Belgium 11, Poland 6, Norway 14, Spain minus 3, Sweden 20, Portugal

14, Israel 6, Germany 14, Netherlands 5.

Results round 11: Romania 9, Italy 11, Norway 9, Portugal 11, Belgium 20, Spain 11, Finland 10, Poland 10, Hungary 20, Iceland 0, Netherlands 11, Ireland 9, Switzerland 12, Yugoslavia 8, Lebanon 15, Denmark 5, Turkey 4, France 16, Austria 11, Luxembourg 9, Sweden 20, Israel 0, Britain 6, Germany 12.

Results round 12: Luxembourg 4, Romania 16, France 10, Italy 10, Denmark 17, Austria 3, Yugoslavia 15, Lebanon 3, Ireland 7, Britain 13, Iceland 2, Switzerland 18, Poland 1, Netherlands 19, Spain 0, Hungary 19, Portugal 8, Finland 12, Israel 18, Belgium 2, Sweden 10, Norway 10, Germany 1, Turkey 19.

Standings after 12 rounds: 1. France 193; 2. Belgium 169; 3. West Germany 165; 4. Poland 160; 5. Hungary 145; 6. Italy 138; 7. Austria 137; 8. Sweden 137; 9. Netherlands 135; 10. Norway 127; 11. Lebanon 123; 12. Romania 121; 13. Switzerland 120; 14. Ireland 120; 15. Israel 115; 16. Britain 107; 17. Denmark 106; 18. Portugal 81; 19. Turkey 84; 20. Luxembourg 80; 21. Yugoslavia 70; 2. Iceland 67; 23. Finland 62; 24. Spain 59.

Women's series round one: Israel 1, Poland 19; France 11, Spain 9; Italy 4, Netherlands 16; Britain 18, Finland 2; Ireland 15, Switzerland 5; Germany 13, Sweden 7.

# DANGLE THIS AT THE NEXT BOARD MEETING.

In any discussion on the choice of fuel there's one fact that emerges head and shoulders above the rest.

Coal is a considerably cheaper fuel than either oil or gas. But that's only the beginning of the story.

### THE CHANGING FACE OF COAL

There have been some impressive advances in boiler technology, combustion techniques and methods of coal and ash handling.

It's now possible to operate in excess of 80% thermal efficiency. Equally surprising is that in modern installations coal and ash are seldom seen and rarely touched by hand. And smoke is consumed within the boiler.

### COAL, OUR ENERGY LIFELINE

British industry needs a modern, reliable and economical fuel to replace those that will dwindle in supply.

Coal is that energy lifeline.

We are fortunate enough in Britain to have the resources to supply industry with coal for

the next 300 years. At the Vienna Conference all EEC member countries agreed to reduce their reliance on imported oil; coal - the major alternative - makes Britain well placed as the largest and most efficient producer in Western Europe.

Fine, you say, but what about the cost of converting to coal?

You'll be pleased to know that there are several ways of effectively achieving an economic installation.

### THE 25% GOVERNMENT GRANT SCHEME

Basically this scheme can provide for up to 25% of the total project capital cost of making the change to coal.

All companies in the private manufacturing and most service industries are eligible, providing that oil and/or gas has been used to meet at least 75% of the process steam or heating requirements over the previous year. The scheme does not stop you benefitting from other grants (Regional Development Grants for example) for which you may qualify.

### HELP COMES FROM ALL QUARTERS

Apart from the grant schemes there are leasing arrangements that make converting to coal a lot easier on your cash flow. Further beneficial funding could come through the REC. And the NCB is willing to enter into favourable medium and long-term supply arrangements with individual customers.

Here again the aim is to reduce capital outlay and bring down running costs.

It is within the power of coal to make British industry more efficient, more cost-effective, more competitive in world markets. If we make the most of what coal has to offer, all

Britain will benefit. Your company included.

For further information please fill in the coupon and send it to the National Coal Board, Technical Service Branch, Marketing Department, Hobart House, Grosvenor Place, London SW1X 7AE.

For further information on the Government Grant Scheme, please apply direct to The Department of Industry, Charles House, 375 Kensington High Street, London W14 8QH.

Name \_\_\_\_\_  
Company \_\_\_\_\_  
Address \_\_\_\_\_

Please tick the aspects of coal you need information on

- ☐ Government Grant Scheme  
☐ Regional Development Grant  
☐ EEC Funding  
☐ Leasing developments  
☐ Supply arrangements

**NCB**  
Coal. The fuel with a future.



# THE ARTS

The London Symphony Orchestra may have fallen short of expectation in the City's grandest new concert hall, but it is still fighting for greater control there while its contemporaries look on in disquiet. Bryan Appleyard reports

## Battle of the Barbican



Kubelik: "saved the LSO"



Pollini: flat refusal

Barbican and the London Symphony Orchestra are now in the first of negotiations about the future of their partnership. The talks have been tense and at times acrimonious, and they are being watched nervously by the other major independent London orchestras and the Arts Council. If they fail to reach agreement the LSO's initial agreement with the City, runs for three years, ends in December 1984. In 1985 this allows for three four-season seasons a year with approximately 100 concerts. All agree the LSO has failed, LSO audiences have been poor and its losses have been running at £50,000 per season. The exact nature of the required changes has led to violent disagreements between the arts centre and orchestra.

The LSO's negotiating position is that it needs greater freedom in setting its Barbican dates and in influencing other uses for the hall. Its opening stance was to stage slightly more concerts to be spread throughout the year and for a veto on the material that it is against concerts promoted by Raymond Gubbay at the Barbican. Gubbay promotes highly

popular programmes using either existing orchestras or his own assemblies. His 90 per cent attendance figures have been a constant source of embarrassment to the LSO, which has been running at 50 to 60 per cent. The rest of the deal would involve the LSO withdrawing from most of its other London dates - at the Festival Hall or the Albert Hall - thus identifying itself definitively as the orchestra of the Barbican and the City.

The strength of the LSO's position is that it is in place at the Barbican and any change would involve a loss of face for the centre. It is also

backed by the Arts Council. The Council is keen to preserve the relationship, as it is seen as potentially successful, but it is less keen to maintain its position as the subsidiser of the least popular concerts at the Barbican. It is therefore backing the LSO's drive for exclusivity and for some control of other dates in the hall. In addition, of course, the involvement of the City in financing the LSO at the Barbican brings in a new subsidising body, and that is much to the taste of the Council.

But the orchestra's position is weakened by its poor performance at the box-office. Attendances have

been disappointing and critical responses largely negative. Feeling inside the Barbican is that the attendance figures are primarily due to a lack of interest in the orchestra, which has involved far too many repeats. Until recently they would have added that the orchestra was not up to scratch in any case. However, the recent series conducted by Rafael Kubelik has shown the orchestra can come up with the goods. In the words of one observer, "Kubelik saved the LSO".

But, Kubelik apart, the LSO picture has been looking increasingly grim. It evidently no longer enjoys

the international pre-eminence of 10 years ago. Furthermore its move to the Barbican has come at a time when all the revenue sources of the London orchestras have been shrinking painfully. Recording sessions are down, ticket sales are depressed and the competition for film and popular work has left them with the barest of profit margins. The LSO's deficit is now running at £250,000, which represents the worst financial position of any of the London orchestras.

Within the orchestra there is some resistance to the closer links with the Barbican. The Festival Hall is perceived as easily the most eminent

international venue. Meanwhile the constant struggle to improve the Barbican's acoustics has provided a string of stories suggesting various stars will have nothing to do with the place. Claudio Abbado, the LSO's principal conductor, has expressed reservations, while the pianist Maurizio Pollini has flatly refused to play there. Kubelik's success and endorsement of the acoustics has at least helped to switch the balance of that particular debate.

At the moment talks are proceeding warily. The Barbican will not give the LSO exclusive use of the hall and the veto on other concerts,

but it has so far been wearing kid gloves in its handling of the situation. Its two most radical options are either to bring in another resident orchestra or to throw the hall open completely. Yet it wants agreement with the LSO because it is believed the orchestra can be successful. For the time being the two sides are so far apart that there is a real danger of a complete breakdown. If that happens the debate will become one between the Arts Council and the City, with both claiming the other side is failing to face up to its responsibilities.

Meanwhile the other orchestras are watching with mounting alarm. The LSO throws out on the streets would destabilise their markets, as would the closure of the Barbican to their concerts and more City patronage of the LSO. They also have to live with the uncertainties overhauling the Royal Festival Hall since the Greater London Council decided to take a more aggressive stance on its management.

Indeed this fiscal element may prove to be decisive. With the RFL weakened by poor attendances and the whim of local government politics, the Barbican management may take the view that now is the time to bid for supremacy. The Barbican as a whole is, after all, just beginning to prove that it can be reasonably successful. After two decades of defending its right to exist at all it could now find itself in a position to start dictating terms.

## Concerts

### The big band sound

BCSO/Pritchard  
Albert Hall/Radio 3/BC2

John Pritchard took on the likely role of grand bandmaster for the second half of this shiny original opening Prom of the season, and conjured the mass of thirty-odd clarinets to add a massive wind band to the textures of Berlioz's *Grande symphonie funebre et triomphale*. The result seemed more appropriate to the Albert Hall, but that was only a fiction on the outdoor ethos of this patriotic piece; we should rely all have processed in triumph round Hyde Park. We were given the whole gamut of work, complete with a string parts and choral formations which Berlioz had later, and starring a youthful swinging pillar of the "pavilion chinois", which received a special accolade from the arena and a rapturous encore of its own. There is surely more substance in Berlioz's funeral music than in his triumphs, in the Prom atmosphere it is the crashing obvious march of rejoicing with its orisons swing in the coda into

A major that inspired Pritchard to his liveliest efforts. Christopher Mowat's splendid trombone solo in the slow movement was gloriously sentimental.

The huge wind band was also trundled into service for Wagner's *Tristan und Isolde*, a justly forgotten trifle he arranged for himself by Weber for that composer's rebirth in Dresden. Little more than the popular arrangements of the previous century writ large, but nobly done.

This spectacle would all have made great television, but television, with its usual presence, had departed after the first half, which was a far less sensational affair. Pritchard conducted Beethoven's Mass in C, inflating its forces with a vast choir but taking a gentle, serene view of the music; the result was fuzzy, though the fugues had considerable power. Elena Corubas, Kathleen Kuhlmann, Robert Tear and Gwynne Howell floated nicely through the warm textures.

Juggling my casts of Glyndebourne's *Tristan*, reviewed last week, I misattributed the part of Isolde to last year's singer; this season it is sung by Anne Mason. My apologies.

Nicholas Kenyon

Philharmonia/  
Matacic  
Albert Hall/Radio 3

His conducting career began more than sixty years ago, but Saturday night marked the centenary of his birth. Matacic, who was claimed with the warmth of a father at these concerts to be of particular distinction, was after a searching yet from ponderous account of a seldom-heard Symphony No 3 by Bruckner, a composer with whom Matacic has been closely associated in the past.

He performed it in Bruckner's revised version of 1878, now usually regarded as the best we can get to the composer's definitive intentions. Although this D minor symphony may be thought less satisfactory in its craftsmanship than those which followed it, it is a work of grace and beauty. The conductor took a relatively restrained view of the more monumental aspects, while shaping the lyrical passages with particular delight. From the outset his concern with dynamics took account of the contrast in the often subtle phrasing he drew from the Philharmonia players, the

strings no less than the wind instruments. Ravishing pianissimo playing was a notable feature, and in the slow movement a lyrical intensity of feeling was generated from within, as it were. A dancelike spirit more Bohemian than Wagnerian characterized the scherzo and finale.

The concert began with Cecile Cousseau as a somewhat brittle soloist in Beethoven's Piano Concerto No 1. The first movement looked over his shoulder at the fast-disappearing eighteenth century in its stylistic formality, as if a fortepiano might have better suited her musical intentions, but that could never have accommodated the large-scale, romantically extended cadenza of unidentified provenance which she played. Could it have been Saint-Saens?

During the concerto's slow movement the keyboard was not so much contrasted with the woodwind as an extension of the orchestral writing. The pianistic style became increasingly stilted in the finale, where the official rhythmic accents were in a manner that was agreeably diverting without, as sometimes happens, unduly forcing the music's pace and character.

Noel Goodwin

SO/Daras  
Barbican

Life is tough at the top, especially if you happen to be only 14. To follow his much-publicized, much-discussed debut with the London Philharmonia earlier this year, the young Greek prodigy Dimitris Soutsos returned in a long and exhausting programme of two concerts with the London Symphony Orchestra at the Barbican, and the result can hardly have turned out as well as he or his promoters had hoped.

It would be difficult to think of a more inappropriate work for a teenager to choose than Beethoven's Third Concerto, which requires a quality of awareness that the young Soutsos strove for but could never find. And it would be difficult to think of a work for a teenager to choose to display his brilliant technical prowess which would be more likely to reduce his audience to frenzied cheering boredom than the Symphony's Concerto by Manolis Kalomiris. Somewhere in the yawning gap between the sublime and the ridiculous musical content of these two pieces, it was possible

to observe a very interesting pianist at work. Soutsos's facility is fantastic, but he looks surprisingly awkward, as if no one has ever shown him how to sit or how to walk. His hands can encompass anything, it seems, but the rigid placement of his shoulders and arms imposes a restriction on his movement which makes his playing look more than a little tortuous.

There is little relaxation in the sound either the phrases in the Beethoven were stitched together painfully, though as soon as the music took off into an extrovert passage-work he found more flow and more sense of purpose. In the sense of purpose, he had to do so sustain the most tremendous barrage of pounding octaves, flailing arpeggios and running scales while the orchestra performed acts of unimaginable banality with a Greek folk tune.

In none of this was the young prodigy helped by his compatriot Yannis Daras, who flopped through the Beethoven without coordinating any of the crucial moments, and then stood in front of the LSO while they played a droopy, languid account of Elgar's *Enigma Variations*.

Nicholas Kenyon

## Television

### Well remembered and splendidly acted

Now and Then, LWT's seven-part series, has the benefit of a good idea and two comic craftsmen, John Esmonde and Bob Larbey, who have previously demonstrated in *Please Sir* and *The Good Life* that they can do one close enough to perfection for good humour to give them the benefit of any doubts. Though starters can be deceptive in television series, this one promises to be genuine throughout.

The "now" sees the contemporary Elston family contemplating a move from their South London home, with father pulling against the sentimental ties of boyhood. It was there that he sustained the adventure of war, observed the courting rites of his sisters, learnt that gas masks could be fun and that there was no better laboratory for observing the vulnerability of the adult species. Maybe that was where we began to die.

This episode lingered only shortly in the now before plunging into the nostalgia of

the then: a cheek-by-jowl world pressed even closer by war, a world of hectic family get-togethers and stodgy Sunday teas after which the light ale flowed, and television not yet having made initiative superfluous, everyone got up and did a turn to keep Monday morning at bay.

It was well remembered and splendidly acted. The young may gaze on their elders with amazement as well as amusement but their turn will come, and those who remember the feel of a ration book may reflect that they may not have had the worst of it. Derrick Goodwin was the producer-director.

On Saturday Bernard Levin concluded his BBC2 series by interviewing Henry Moore, who this week will be 85 and whose longevity, apart from his massive achievements, makes him a difficult man to walk around in half an hour. He was grateful, he said, that he had enough talent to go on trying to do something that had a purpose, which made life significant. "If somebody has that purpose,

they are among the luckiest people in the world".

He was lucky that he lived to find that he had it. He recalled the First World War, how his unit had gone up to Cambrai 400 strong and how only 52 returned. He was demobbed early, intending to teach, but found his way to Leeds School of Art on an army grant. Perceptively, they founded a school of sculpture just for him.

He remembered the help he had from Epstein, the early days in London when he haunted the National Gallery and the British Museum, recalled the influence of Brancusi and celebrated the joy of wedding a vision of truth to material.

Artists he exhorted to ignore disapproval. He had liked renown but would have gone on just the same without it. He continued to work. Sculptors, he said, must like physical action and remarked that Michelangelo worked harder than any coal-miner. One concluded that Moore, too, must have moved a few quarries and been suited by it.

Had time allowed and Mr Levin not ambled rather, one would have liked to have heard a little more about his personal philosophy, about why he declined a knighthood, about his view of the non-art world.

Saturday also saw the beginning of the multi-national production of Graham Greene's *Heart of the Matter* on Channel 4, scripted by Gerald Savory in collaboration with Marco Leto, who also directed with Jack Hedley as the God-bounded Scobie and Erica Rogers as his limpid, literary wife Louise.

At this pace it seems a tall order to fit into four parts but the first episode certainly established the West African colonial atmosphere of gin, sweat and the prickly heat of hell-fire in the office. It should be worth staying with. It will be interesting to see whether Jack Hedley, much in control in this early round, has the necessary angst for a fight to the finish with the Almighty.

Dennis Hackett

Galleries  
G. B. Piazzetta  
Venice

The three-hundredth anniversary of the birth of one of Venice's most original painters, Giambattista Piazzetta (1683-1754), is being marked by an exhibition at the Palazzo Vendramin-Calegari, until September 25. Among the finest of Venetian palaces, it is rarely seen except by gamblers, since it is used as the winter casino, and the notion of using it during the summer for art exhibitions is the brainchild of the city's enterprising young *Assessore alla cultura*, Domenico Crivellari, one of whose objects in so doing is to spread the tourist tide which tends inevitably to be concentrated in and around the Piazza San Marco. So far he has not succeeded, with the result that the exhibition is virtually deserted, which does mean that it can be visited in comfort, however.

It has to be admitted that, although it contains some marvellous things, it does not really work as an exhibition, partly because it occupies the ground and second floors, creating an uneasy sense of dislocation in the visitor, but also because so many crucial pictures are absent, notably the two great pastoral scenes painted for Marshal Schulenburg and now divided between Cologne and Chicago. The location too proves somewhat intractable, although Daniela Ferretti's elegant, high-tech metallic framework provides a versatile and unobtrusive background, particularly in the ground floor *portego*, where she has chosen a pale cream lightweight fabric which has been hung pleated.

Here are displayed the master's earliest works, in the



Essential light relief in Capella's Fortitude

company of others by his contemporaries, including G. B. Tiepolo's *Sacrifice of Isaac* from the Church of the Ospedale, and by his teachers, the first of whom was Antonio Molinari, a large, somewhat conventional altarpiece by whom has been brought from the Church of San Moisè. Much more influential on his development was a sojourn in Bologna, where he came into contact with Giuseppe Maria Crespi and almost certainly became his pupil. Crespi's monumental *Aeneas*, the *Sybil* and *Charon*, painted

about 1697 for Prince Eugene of Savoy and now in the Kunsthistorisches Museum, Vienna, was clearly in Piazzetta's mind when he was making his contribution to a series of Apostles commissioned for the Church of San Stae. This *Martyrdom of St James* is displayed at the entrance to the main exhibition area on the second floor, together with four others from the set by Sebastiano Ricci, Pellegrini, Pittoni and G. B. Tiepolo.

Here, in a series of high rooms with beamed ceilings and amazing Mannerist chimney-pieces, the most important pictures compete with vast Murano chandeliers and walls hung with modern damask in a wide range of very nasty colours. The designer's own feeling for colour has been momentarily deserted here, so that one of the most moving pictures in Venice, Piazzetta's altarpiece from the Gesuati Church, is hung against a green the colour of damp moss, thus completely killing its wonderfully cool tonality of black, white and grey, where in Michael Levey's words (*Painting in XVIII Century Venice*, 1959), "he makes more effective contrast than would another painter with a whole rainbow of colours".

It is also in much better condition than most of Piazzetta's earlier works, in which he used a red bolus ground which had taken its revenge on the paint surface, virtually burning it away from beneath. This is also true of the *Alexander* contemplating the body of Darius (Ca Rezzonico) and the

*Mucius Scaevola* from Palazzo Barbaro (not exhibited), and has been used as an argument (by George Knox) for a dating of both pictures early in the painter's career rather than during the 1740s, as proposed by most other scholars. In fact, documents from the De Lazara Pisani archive, now in course of publication, record payments to the artist for the *Alexander* in 1746.

Indeed, in another late work, the *Beheading of St John the Baptist* from Padua, the familiar red ground reappears, although in this case the deterioration is minimal. This powerful and unconventional composition, showing the executioner (anazingly, a self-portrait of the artist) rolling up his sleeve before accepting the proffered sword, while his ecstatically resigned victim gazes upward in silent prayer, is undoubtedly the revelation, even the justification, of this uneven show.

Of the "followers" who fill five rooms with generally feeble echoes of the master, only Francesco Capella (1711-84) emerges with any strong individuality. His appealingly mannered elegance is exemplified by the large ceiling canvas from the Palazzo Albani Bonini in Bergamo in which *Fortitude* seems about to leap from the clouds to wreak revenge on those below. The putt wearing nothing but a putti helmet supply a delightful touch of absurdity to one of the jolliest pictures in an exhibition inevitably somewhat lacking in light relief.

Jeffery Daniels

The Dream  
Covent Garden

Miss Julie  
Coliseum

On Saturday Rudolf Nureyev completed his eighth annual festival at the Coliseum and the Royal Ballet reached the halfway mark in its brief summer season. At Covent Garden there were two important debuts in *The Dream*, Michael Coleman, who has been turning increasingly to the clown's roles in the repertoire, played Bottom, and as usual he found some new touches, notably the way he banged his ass's head against a tree to clear his sight of mind of an illusion when Titania first made eyes at him.

I liked, too, the way he made a virtue of necessity by introducing a new, skittish walk between passages of pointework, presumably because he is less strong at that (usually woman's) technique than the role's originator, Alexander Grant. Even more welcome was a lack of innovation at some moments: he clearly remembers the seriousness Grant found for his awakening, and did not spoil it with irrelevant jokes.

The other debut was that of Simon Rice, one of last year's new recruits, as Puck. Although a bigger jump would be helpful at times, he is neat, speedy, personable and amusing; better than many recent interpretations, but Stephen Sheriff, who took the part earlier in the week, was better still, dancing with an explosive vivacity and high humour.

It is a relief this season to have a younger cast of lovers, but they are not yet making the most of their roles. Saturday's Titania, Jennifer Penney, danced

beautifully though with not much sense of character; Wayne Eagling as Oberon provides both a strong, sharp authority and an incisive grasp of the solos.

*The Dream* is long for a one-act ballet (52 minutes), but everything in it is relevant so it does not feel too long. *Dances of Albi*, in the same programme, is seven minutes shorter but seems interminable. That is because Nureyev's offbeat, off-balance, everything is in the first half, to Britten's *Serenade* for tenor, horn and strings. Glen Tetley insists on running straight into the *Sinfonia da requiem* and compounds that musical barbarism by having nothing fresh to say, only repeating bits of his favourite choreographic devices. Committed performances by Lesley Collier, Stephen Jeffries and their colleagues cannot make it look other than self-indulgent excess.

Their final performances at the Coliseum found Nureyev and Ballet Theatre Français in fine form. One of Nureyev's most attractive qualities is that he never freewheels, but always pushes his remarkable gifts to their limits. On Saturday one of the company's principals, Alexandra Wells, took the title part in *Miss Julie*. Even more than her unusually old-fashioned Victorian miss in *Spectre de la rose*, this showed a marked individual talent.

The changes of mood became vivid: spitefulness, envy, reluctant gloating pride and a fearful hope even in her shame were the mainsprings of a bold characterization. Nureyev's Jean, a man wholly on the make, and Francoise Dubuc's subtle, entirely human Kristin both became better for having this performance to play against.

John Percival

Rock  
Dire Straits  
Hammersmith Odeon

Few rock groups depend as heavily for success on an intimate engagement with the emotions of the listener as Dire Straits, so it is a particular pleasure that they have managed, as a part of their rise to enormous international celebrity, to scale up their music to fit the huge arenas in which they now oblige to perform. Last Christmas they conquered the aircraft-hanger ambience and dodgy acoustical response of Wembley Arena; on Saturday evening they made Hammersmith Odeon feel like the Marquee.

This is one of the measures of their maturity. Four years ago, at the time their second album was released, the Odeon was too big for them; the original quartet contorted itself into clichéd and completely unsuitable rock-star postures in order to seem larger than life. Now, after a couple of personnel changes and with the vital addition of two keyboard players, they are able to relax. Superbly lighting, devised by Chas Hetherington with more than a nod (in the pin-spots and the subdued washes) to the Springsteen concerts of 1981, and amplification which combines power with absolute clarity provide a drama which allows the musicians to be themselves.

They began with "Once Upon a Time in the West", easing into the concert with an extended arrangement featuring beautifully varied vamps and humorous kick-beats signalled by Mark Knopfler, their leader, singer, guitarist and songwriter. In all the years of watching guitarists, from Hank B. Marvin

to James Blood Ulmer, I have never seen anyone more at home with the instrument than Knopfler. His secrets are his melodic sense, which lifts every phrase, and his intuitively graceful feeling for space. The most fluently romantic of players, he sets his instrumental lyricism against a flat, rough-hewn voice, the tension arising from the subconscious understanding that the guitar expresses emotional nuances beyond the voice's range.

Although Knopfler still writes light-hearted throw-aways, such as "Twisting by the Pool" and "Industrial Disease", his speciality is now the melodramatic set-piece, inspired by Ennio Morricone's soundtracks and by Roy Bittan's keyboard work with the E Street Band. "Turner of Love" and "Romeo and Juliet" are the best balanced of these; the former ended with the swooning payout so cleverly used in the juke-box sequence of *An Officer and a Gentleman*; the latter moved, via a stunning synthesizer link, into a lovely reading of "Love Over Gold".

"The Sultans of Swing" was turned into a blazing guitar feature, while "Portobello Belle", with the addition of Mel Collins on alto saxophone, was described by Knopfler as "Irish reggae", but bore a strong resemblance to the "Caledonia" of Van Morrison's recent music. "Private Investigations" and "Telegraph Road" were the most theatrically staged but, perhaps because of their subject matter, did not quite touch the heart so affectingly. As the house lights came up and the road crew began to dismantle the equipment, the band played us home with Knopfler's music for *Local Hero*: a neat touch.

Richard Williams

See Front Page

Are You A Bore?

NAME \_\_\_\_\_

ADDRESS \_\_\_\_\_

No stamp required in U.K.



# Jagger: a butterfly reaches 40

By Pete Townshend

Tomorrow Mick Jagger, singer of the Rolling Stones, will be 40 years old. Apart from the fact that 40 is a nice round number, it also signifies the twentieth year of the Stones' career. Looking for a maxim suitable to open an article in which I will try hard to find some reason why these events should be of interest, I came across a Proverb (22:6) in the May issue of *Awake*: "Train a boy according to the way for him; even when he grows old he will not turn aside from it."

The reason *The Times* is an appropriate place for me to be airing my thoughts at this telling moment in rock history is that on June 30, 1967, my group, The Who, took an advertisement in the *Evening Standard* to protest against the savage sentences meted out to Mick Jagger and Keith Richards for possession of drugs. We really thought we were going out on a limb, attracting the attention of the police and the press, and probably opening ourselves up for similar busts.

On the following day, however, *The Times* went one better. The Editor himself, William Rees-Mogg, wrote a leading article - now legendary in rock music circles - titled "Who Breaks A Butterfly On A Wheel?" Its demands that Jagger should be treated like any other young man, and that tolerance and equity should be a part of our traditional values of justice, were vital. I am pretty sure that without it Jagger

and Richards would have stayed in jail. It's sad to say that with or without the editorial (or the Rolling Stones), drug abuse would still be a problem among young people today.

The importance of our celebrities' behaviour in private and public, and the responsibilities involved in reporting that behaviour, is something I want to try to get to grips with here, having just waded through five or six biographies of debatable value. Jagger has lived for a long time at the spearhead of the rock business, examined and vilified, coveted and glorified. He has been paid well, and can certainly exercise power within society and among his friends. His charisma seems to have effected a peculiar unanimity of approach among his biographers: they have always concentrated on his wilder, glamorous attributes, even though his fortieth birthday sees him more mature, less mysterious, more affable and less self-indulgent. Because Jagger is a rock star we are a little surprised by the idea that he might slow down and round out like everyone else in the world at middle age, but remember the proverb... there is no one to whom it can more perfectly be applied than Jagger.

Back, then, to the biographies and press clippings: there must be something there that explains why it is so significant that Mick Jagger is 40 years old.



Jagger (left) with Townshend: can rock stars still act like adolescents when they are suffering from mid-life crises?

MATTHEW EVANS, chairman of Faber and Faber, says "he must be at least 42". That's how old Matthew is, and he was in Jagger's class at the LSE. My wife remembers that at one of Mick's birthday parties in Chelsea several years ago there was some doubt as to how old he was meant to be even then. Why does anyone care? Not only because Mick Jagger is a rock star (can they still act like adolescents when they are suffering from mid-life crises?) but also because he is a celebrity. We all know exactly what a celebrity is: someone like David Frost, Liza Minnelli or George Best. They become total celebrities only when trying to do something absurd like get married, deal with a drink problem or face a court case of some sort.

I have known Jagger since 1963 or '64. Our relationship is fairly distant and although we call ourselves friends, we are not in the traditional sense so. Mick is often described as lonely, but I don't think he is. One of the obstacles to the deepening of his older friendships is his constant movement. He was wriggling like an eel when I first laid eyes on him. Having heard all about this splendid animal from the girls at my art college, I saw him face to face for the first time at St Mary's Ballroom in Putney in the winter of 1963, where the Stones were doing a show to promote their first single, "Come on," and we, The Who, were their support.

Mick was doing the Twist at the side of the stage. It was a satirical version of the dance: he was throwing his gangling arms from side to side, pursing his lips and making the girls around him laugh. His bum, such as it is, was thrust out like a baboon's. We all laughed. The curtains were closed; in front of them, the audience our band had unnecessarily tried to warm up were already screaming. Jagger knew everyone was watching, so he hammed it up a little bit more, getting his blood and adrenalin flowing for the show. Before the curtains even opened he was at full tilt - a complete exhibitionist.

Jagger once claimed, as I have done, that he had thought about becoming a musician. I have the feeling that for once in my life I am getting to the post first. In most other respects, Jagger beat me to it. He heard rhythm and blues before I did, played it before I did, made a million before I did, went to America before I did, got taken for a fool by Alan Klein before I did, met Robert Fraser before I did, tried LSD, DMT, cocaine, marijuana, and so on before I did. He probably had a hundred groupies before I even poured one a polite drink back in the Holiday Inn. But I have stopped living for rock and roll before he has.

Living in Ealing in 1963, I used occasionally to see the Stones as they gathered near the Ealing Club to go off to Soho for rehearsals. They were staggering to look at, even to an art student like me who had seen lots of men with long hair and had even met a junkie or two. When I first saw Jagger close up on stage at Putney, I thought I



Is he really a ruthless, scheming, vain, duplicitous, sex-mad, cowardly swine?

I spent so much of my youth wanting to look striking or beautiful that it was years before I realized that I was not exactly average looking, and not exactly ugly. I know now, approaching 40 myself, that the way a person looks is really not at all important, but when I am with Jagger I do love to look at him. He is still very beautiful in my eyes; much has been said of his "androgynous" attraction, and I suppose my response to his physical presence confirms all that. Jagger is also such a charismatic person that he could easily make you forget his looks. I cannot forget, though, the way Jagger looked on the stage at St Mary's Ballroom in Putney. A gangly young man doing the Twist inspired me to commit myself completely to the rock and roll stage.

Wading through all the biographies about Jagger and the Stones, I get the feeling I am reading only what the biographers expected would be remembered. If, like Tony Sanchez, they are close enough to the band for their memories to be accurate, all they seem to be able to remember are scoring the drugs and being a "comfort" to neglected girlfriends. If, like Carey Schofield, they are too young to have had first-hand knowledge, they tend simply to read everyone else's books and the collected press cuttings. (She poses glamorously on her own book jacket opposite Jagger - a peculiarly sullen girl.) What I want to say here in contrast is something fresh and vital,

but without abusing my relationship with Jagger.

The relationships between rock stars are peculiar. Jagger and David Bowie are two of the few people in the mainstream of rock to whom I can talk in the knowledge that they understand precisely what I mean when I talk about pressure, creative problems or irritations with the press. I am anxious, therefore, not to alienate Jagger. Nevertheless, there are a few secrets about him that I can make known here. Forget the Mars bars and the French whores (mentioned as "rumours" in every biography and duly repeated here); what about all the insignificant but still really irritating habits he has? Like picking at the edges of Sellotape rolls until they just will not work? Or waiting until the chocolate digestives are totally melted before peeling one off, leaving the rest of the packet sodden? Or running his fingers around the tops of champagne glasses and making them ring piercingly? He is also a terrible name-dropper. Once on Concorde he pointed out to me that Britt Ekland was travelling a few rows ahead without make-up. Jagger does have hundreds of small, worrying faults like these, but none of the incredibly beautiful women that fill his life seems to care.

Another fact, emphasized constantly in the biographies, that I feel I have to dive-bomb is the way Jagger and, later, Keith Richards had been prepared to sacrifice anyone around them for success and control of the band. Aspects of this contention could be true: when Brian Jones was being edged out of the band, I remember how much he seemed to want my friendship he was insecure and lonely. But in order to get Jagger's and Richards's apparent brutality into scale, I must repeat a story about my form master at grammar school.

In the last term (1960) I had taken to wearing my navy-blue blazer adorned with breakfast cereal droppings and egg yolk. The headmaster had asked me to take a little more pride in my appearance. "For heaven's sake, Townsend, couldn't you just wipe a damp cloth over it every now and then? You look like you've been dropped into a dustbin." My form master felt there was more to my lack of pride than met the eye. He took me aside one day. "Townsend," he said meaningfully, "I know why you leave egg stains on your jacket, milk dribbles in the lap of your grey flannels and tea stains on your shirt. Shall I tell you why you do it?" He asked me in such a way that I had no choice but to request illumination. So I asked, "Yes, sir. Please do." "Because, Townsend, it's your perverted way of saying to the world, 'Look at me - I'm dangerous!'" I was confused. "Dangerous, sir? Having egg yolk on my blazer?" "Yes, Townsend, you believe it makes you look dangerous."

I really did not understand what he was saying, believing instead that he was being deeply ironic. The penny dropped when I told a friend of Edwardian inclinations about it, and he said that the master had told him the same thing - in his case, that he dressed like a Teddy Boy because it made him look dangerous. In fact he had taken every single boy in the class aside during that last term and told them that they looked the way they did because they wanted to appear dangerous - even those who were very, very neat and conventional. We were all very impressed with our master's

perspicacity. We all were, of course, quite dangerous-looking, we knew that. Practically the whole of the Stones' image is rooted in this rather boyish philosophy: that people will believe you are what you believe you appear to be. Some people close to the Stones say that Keith Richards is genuinely as he appears to be: bearing in mind some of the terrifying stories I could tell about him, that is a possibility. But is Mick Jagger really the ruthless, conniving, duplicitous, scheming, evil-touched, money-greedy, sex-mad, cowardly, vain, power-hungry swine his biographers and the newspaper hounds have made him out to be?

Do people who claim to know Jagger talk about him and expand on all these awful ideas about him because they really don't feel their opinions or their treachery matter to him? Does no one feel close enough to him to keep his mouth shut? I, for example, have spilled all about Jagger's disgusting habit of name-dropping at every opportunity - and there is a strong possibility that I am a very important friend to him. I don't really think so; but it's possible. People like Jagger need people like me: I may be a gossiping, back-biting sycophant, but at least I don't interfere with the other sycophants. The truly sycophantic are no really dangerous. The dangerous ones are those 'close friends' who become obsessed to protect their famous buddies from the sycophants they see all around. They see their



In most respects, he beat me to it. But I have stopped living for rock before he has

famous friends being exploited, given drugs and being seduced by beautiful women who really only want money. So, with only their famous compatriot's goodwill in mind, they intercede, they advise and warn. When their well-meant good advice is ignored, they scuttle off to the nearest newspaper and tell all; in particular, how their own compassionate care was wasted and unrequited.

So much for friends - but, incredibly, many journalists also feel they have a privileged relationship with Jagger. He is so courteous and gentlemanly that, even though he is well known for fielding any and every direct question he does not like, someone interviewing him will feel

they have set up a very real rapport and come close to the real man behind the image.

It is only the conceit of these pathetic individuals that prevents me from feeling totally sympathetic with them - after all, it is not so different believing oneself to be a close friend of Mick's when in fact one is kept hanging on purely because one has some value to him of which one is unaware. How can someone believe himself to be Mick's friend when choosing to make a living writing about him, buying his drugs, relieving his sexual desire, driving his car and answering his phone for him?

When you talk to someone at home, by the fire or in bed, you really do not imagine, even if you are Mick Jagger, that 10 years later you will see that person's rough idea of the way the conversation went, printed as though it was a verbatim transcription of a tape recording made at the time. Imagine the scene. You are Mick's girlfriend, one of the few he really cared for. You have just made love. Mick says to you, "I love you." You get out your pencil and scribble it down, just in case. I suppose everyone in the public eye goes through this. I regard it as humiliation, and because I know Mick it hurts me too. It hurts me especially because no one ever bothers to show any interest in what I said to my girlfriend after we made love 15 years ago. I have to spread my own malicious rumours about myself.

I only want to celebrate my friend's fortieth birthday, to rally one and all to do the same. To avoid judging either his complexion or his waistline, his future or his past, his genius or his despotism, I want to ask everyone to turn away from the biographies and their serializations written by friends cast aside, journalists in newspaper cuttings libraries and simple hacks on the make. Degas said that everyone has talent at 25 but the difficulty is having it at 50. Mick will still be beautiful when he is 50, still one of the original rock writers who discovered the new song form that embodied a width of human passion only before, contained in poetry. His talent will be as strong at 50 as it is today at 40 because his ambition is not dependent on his youth, his song writing in the rock genre is not dependent on his own suffering and his drive to be popular and loved is not dependent on his personal insecurity.

I believe that rock music is art, especially because it attempts to share passion rather than demonstrate stances. Everyone has his own definition of art and mine is neatly contained in the song form that emerged in pop music during the early 1960s. At some point I would enjoy taking up another of your mornings justifying my claim, but despite the fact that I believe Mick Jagger to be a significant and genuinely inspired artist who often creates great work, the whole precept would probably bore Jagger himself, so I will desist.

He sees himself as an entertainer, thus a servant of sorts. And yet it still serves us well to remember, on the fortieth birthday of this successful man, that William Rees-Mogg in 1967 entreated us "to ensure that Mr Jagger is treated the same as anyone else, no better and no worse."

So I shall invite him down to the pub, buy him a pint, talk about how well he always does his job, and never mention the old days again.

© Times Newspapers Ltd 1983

moreover...  
Miles Kingston

## Vive l'indifférence

Nobody remains indifferent to the music of Wagner, wrote Bernard Levin the other day, even if you don't love it, you find yourself hating it. I fell into a reverie when I read these words, as I often do at the beginning of an article on Wagner, and started doing something else: namely, reflecting on the number of times in my life I had been told that I would either hate or love, but not be indifferent to, something.

Among the things with such magical power of attraction or repulsion are: mushrooms, spinach, Victorian architecture, sailing, the novels of Henry Green, *The Goon Show*, oysters, New York, Pernod, malt whisky, ballet, jazz, science fiction, the county of Dorset, the people of Wales, the ex-pupils of Winchester, the music of Stravinsky, Maltesers, the smell of chrysanthemums, crossword puzzles, the kind of people who play Rugby, Scottish country dancing, smoked salmon and Scrabble.

Reflecting on this list, I discovered that the "either you hate or love" theory is absolutely crackers. Almost everything on it is something I quite like. Or like sometimes but not others. Or like some of, but not all of. Even the three things I like most on the list - jazz, malt whisky and *The Goon Show* - sometimes leave me quite cold.

Take oysters. I can remember distinctly the first time I ate an oyster. Ten years ago, when William Davis was editor of *Punch* and I was his underling, someone sent him a crate of oysters which, with typical generosity, he shared out among the staff who had not yet gone home. I was the only one left in the building - I had probably just arrived for work - and he brandished a dripping mollusc at me. "Like oysters?" he roared.

"I don't know. I've never had one."

He goggled. It was rather like never having travelled first class on a plane.

"Well, have one. You'll either hate it or love it."

I had one. It was quite nice.

"Well?"

"It's... all right."

Fatal. When someone tells you it's a love-or-hate object, he's very hurt to be told it's all right, and nothing more. Jazz and Wagner lovers don't mind people hating jazz and Wagner; it's taking it or leaving it they can't stand. I imagine that God is infuriated by agnosticism more than anything else.

When it came to sailing, I was wiser. I got mixed up in a sailing crowd five years ago. Oh, you'll either hate it or love it, they told me. I nodded sagely. I knew that meant I'd quite like it. In fact, the truth about sailing, as I later found out, was that you love it, but not till afterwards, and I can still remember tossing around in a yacht one night near the end of a cross-Channel trip to Le Havre.

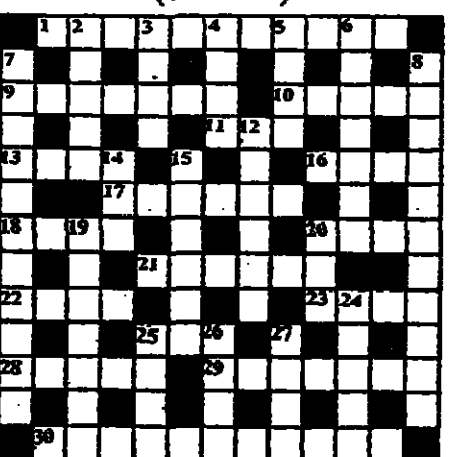
It was wet and cold and rough, and everyone had retired below except me and the captain, Brian. We took it in turns to watch the lights of Le Havre get no nearer. Big ships came past, ignoring us, waves came past ignoring us, the lights of Le Havre ignored us.

It took us five very long hours to beat through the combined indifference of the elements to moor in Le Havre at after 2 am, and the whole experience was dreadful. But before I went to sleep I said to myself: "In the morning, I'm going to think back and say that it was quite an enjoyable experience. I must remember that it was nothing of the kind."

I don't sail any more, and I don't miss it much, and I never did love or hate Wagner, and I don't miss that much either. The trouble with me is something that is unimaginable to the opera-lover: I am left cold by the convention of classical singing. I find the kind of voice used in opera or lieders highly artificial and unappealing, just as other people find nothing to enjoy in the saxophone, the cello, the electric guitar or brass bands. On the one occasion I was taken to hear part of *The Ring*, I sat transfixed by what George Solti was doing with the orchestra, but went to sleep every time I transferred my attention to the stage. I felt as distanced from what they were doing as I expect I would from a Japanese Noh play.

I am told that you either hate or love Japanese Noh plays. Well, I have been told so often that I will hate or love something that by now I can take it or leave it. The main thing to remember is to say that you either hate or love it. It's agnosticism like me that people can't stand.

## CONCISE CROSSWORD (No 110)



- |                            |                          |
|----------------------------|--------------------------|
| ACROSS                     | DOWN                     |
| 1 Disabled (11)            | 2 Decorate (5)           |
| 9 Ideal (7)                | 3 Fall in drops (4)      |
| 10 Horse cry (5)           | 4 Tins (4)               |
| 11 Undercover agent (3)    | 5 Small horse (4)        |
| 13 Sicilian volcano (4)    | 6 Example (7)            |
| 16 Ill-mannered person (4) | 7 Self-service store (5) |
| 17 Occult doctrine (6)     | 8 Bad humour (5,6)       |
| 18 Best of burden (4)      | 12 Building support (6)  |
| 20 Furry skin (4)          | 14 Winning serve (3)     |
| 21 Clergyman (6)           | 15 Mentally slow (6)     |
| 22 Ice expanse (4)         | 19 Ancestral descent (7) |
| 23 Sullen (4)              | 20 Dowd (3)              |
| 25 Not him (3)             | 24 Fitting (5)           |
| 28 Rub out (5)             | 25 Great warmth (4)      |
| 29 Herring-like fish (7)   | 26 Pay Corps (1,1,1,1)   |
| 30 Submarine bomb (5,6)    | 27 Tableland (4)         |

SOLUTION TO No 109  
ACROSS: 1 Crackle 5 Forum 8 A do 9 Rancour  
10 Lives 11 Idol 12 Hoodlum 14 Misadjustment  
16 Unguent 18 Room 21 Ad lib 22 Equator  
23 Lam 24 Thyme 25 Ethical  
DOWN: 1 Carp 2 Awmed 3 Knowledgeable  
4 Earth 5 Follow through 6 Revalue  
7 Metemore 13 Ambulant 15 Legality 17 Theme  
19 Antic 20 Oral

صدا من الامل



# MODERN TIMES



## A sideways look at the British way of life

I must declare my aversion to the telephone answering machine, and suggest that I am not alone. To me it has always seemed to be the ironic equivalent of having the front door opened to you by a filing cabinet, which is not an experience I relish, even at the swiftest of isochords. For a start, the instant nature of the phone gives it a certain informality, which is why it is used for the usually stiff and frozen stilted locked into the other end. Observe how even the fastest-talking of your kind slumps to the drear pace of thirty three and a half rpm; mark how depersonalized his once sly gambit has become; note how he himself becomes all things to all men, acknowledging pulsive calls from sons and lovers alike with a gleam of uniform. "I am afraid Mr Franks is not in at the moment. If you would care to leave your message, he will..." Oh shut up. In short, see how this bloodless piece of technology makes Ian MacDonald of Robert Robinsons. It is an

unattractive alchemy, and I want nothing to do with it. I know that apologists for the machine will tell you that it is a splendid ally in the war on waste, that you can maximize your use of the hours in the day by "being available" at all times, and I have no doubt that in the commercial context this is true. Manufacturers and retailers will tell you that once their users have overcome their early misgivings about installing these aliens on the premises, they soon come to wonder how they ever conducted their businesses without them. All of which may be true, but does not overcome the caller's problem of being confronted by a vocal disembodiment of the person he seeks. How are you to cope with the once garrulous colleague who has suddenly taken it into his head to say: "Please speak slowly and please speak now. Beep?" Just as there are ground rules for the owner of the machine, so there are patterns of response among callers. There is, for example, the refusnik, the caller who simply refuses, showjumper-fashion, to attempt the communicative hurdle. The machine beeps and he hangs up. This has substantial annoyance value against the user, as some machines, particularly the older varieties, can be mechanically thrown by such non-co-operation. Moreover, the owner returns to find mere silence where he had hoped for some earnest of a meal or a deal. For him this is the equivalent of opening an envelope with a portentous postmark only to

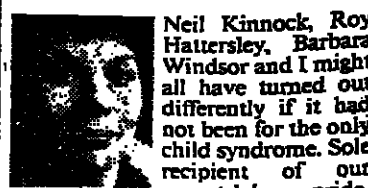
discover a blank sheet of paper inside. The most dedicated of refusniks argue that their tactic has the merit of trading anonymity for anonymity and are universally unpopular with users. Then there is the wags, also a tiresome customer, who attempts levity or irreverence when his solemn one sounds. The wags fall into a number of categories; these include the fellow who tries to pass himself off as an answering machine: "Mr X regrets he is unable to speak to telephone answering machines and will call again in the hope of finding you in. Beep." Of course, the wags' clothes have been stolen to some extent by those users who attempt to humiliate the whole procedure by their "joke" recordings. See Oz Clarke below. In America this is all getting quite out of hand. Unsavoury greetings abound, such as this one, *a la* Mario Puzo: "Ring back pronto, schmuck or I'll send the boys round to break both yer legs." Then there is the smoothie, usually a bit of a technocrat himself, who enters into the spirit of the game. He has no compunction about twirling on his revolving chair and MacDonald-speaking his memorandum into the void. Indeed, he relishes the act, in feeding the hour of his call (24-hour clock ref. of course), place of origin, and spray of pos nouns where contactable. He is user's friend number one, the fellow who makes it all worthwhile, and *entre nous*, a bit of a creep. Like it or not, the answering machine is proliferating. People call them answerphones, but

that is, strictly speaking, a solecism. It is like calling vacuum cleaners Hoovers, for Ansafone is one manufacturer among many, the senior rival in a field swelled by British Telecom's relaxation on the sale restrictions of such equipment. The proper generic term for the devices is telephone answering machines, or TAMS for short, and the market has been flooded by, to name but a few brands, Recordall, Answercall, GMTC '83, Panasonic, Binatone, and Call Jotter. My own favourite mechanical voice, all too soon expunged, is that belonging to the polite young woman at the *Financial Times* information service. Somewhere between the drachma and the yen, things went badly wrong for her, and the cool tones, which seemed to speak of sensible dresses and cucumber sandwiches, gave way to a four-letter expletive in the best Nixonian traditions. The tape went round several times in this condition before the word was deleted, and the brokers of the world were jamming the switchboard in wonder. I phoned her up to congratulate her on her welcome fallibility and she had the grace not to swear at me. Instead she explained, very unrecordedly, that there had been a technical error. When I asked her what sort, she replied: "The technical error was that I said: '-----'. And then she said it again."

Alan Franks

## Penny Perick

### One is one and all alone



Neil Kinnock, Roy Hattersley, Barbara Windsor and I might all have turned out differently if it had not been for the only child syndrome. Sole recipient of our

parents' love, pride, anxiety and forebodings, the childhood of one and only is constantly under the spotlight, one's every action deemed worthy of notice, whether critical or approving. No wonder, we're different from other people.

There is impressive evidence to show that only children get more than their fair share of life's prizes, not surprisingly, since they start out with more than their fair share of I attention and encouragement. The only child is becoming increasingly fashionable throughout the western world; already, in Germany, nearly half of all babies are born to women who don't plan on any further visits to the maternity hospital. This trend has been linked to the rise in two-income families, who think that a one-child household won't disrupt the pattern of their working lives unduly.

Maybe not, but it will certainly alter the pattern of their emotional one. My own parents had not a moment's peace for fear that my life might pass out of their expert hands. To their full-time paid jobs, they added another, unpaid and quite thankless, of getting me raised to perfection.

As I got older, this came to mean shielding me from unsuitable young men, unsuitable, in their book, not necessarily meaning one who was reckless, imprudent or uncaring, but one who didn't announce his five-year plan to hand me the sun, moon and stars.

A perfect trinity of mutual love

Iris Murdoch, another only child, said that she and her parents lived in a perfect trinity of mutual love. Others of us have lived in a hellish threesome of mutual conflict; parents and child horribly obsessed with each other's shortcomings. At the time, I reeked of self-pity, longing to trade in my lone star status for equal billing among a group of siblings. Decades later, the pity is all for my parents, their whole investment sunk in one sulky daughter. How much nicer for them to have had a choice of child for company. For in a multi-child setup, the temporary vileness of one is offset by the equally temporary delightfulness of another.

Only children are good fighters

Only children grow up to be good fighters - we have had years of practice learning to hold on to our own small corner. My best friend grew up in a family of eight. Very nasty it was too, she claims, all that teasing and squabbling and being the centre of attention. When we compare our upbringing, it seems to me that my parents put in more time rearing the single apple of their eye than hers ever did on bringing up their huge brood. Perhaps parenthood, like practically everything else, obeys Parkinson's Law - "work expands to fill the time available" - and all those couples planning an economy-sized single child family are not going to find it a very time-saving operation after all.

A fast-dwindling dot on Telly

If anyone is in a position to say, "I told you so," it is Professor Gerry Mander who, several years ago, suggested that, since there was no evidence to prove that television was beneficial, it should be pronounced a Bad Thing, along with hard drugs and lead in petrol. Since then, his views have been vindicated by one report, "Popular TV and Schoolchildren," published by the Department of Education and another, on equally damning lines, to be published soon, written by the Dean of Oxford Polytechnic. Last week, the BA reported that it had had nearly twice as many letters of complaint about television programmes last year than in the previous one. Even so, Professor Mander's remedy that television should simply be banned, seems a little drastic as well as unnecessary.

CORRECTION The name of the chairman of the Henley Regatta Committee of Management, Mr Peter Coni, QC, was misspelled in Modern Times, June 27. Oarsman Chris Bailleu attended Radley, not Radlett.

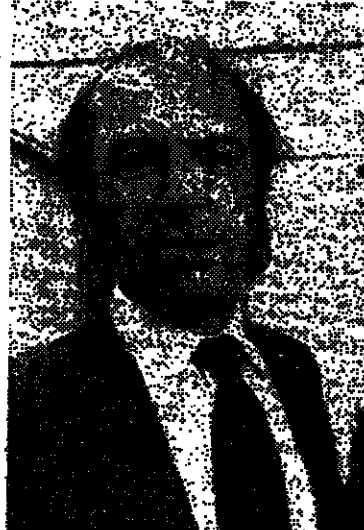
# What's my line ?

## Bleephone

Viki Jones (below)  
Advertisement production manager

Howard Davies and I live in the same house so we share the answering machine. We change messages quite a lot - I say "we", it Howard hasn't done one for a while... it's time he had a go. He id one very good message but it got accidentally wiped... The first we both talked, Howard saying "This is..." and my voice saying "Howard Davies" and vice versa. I've shared the same address and answering machine - if nothing else, that was quite funny. Then there was one where I answered in a kind

of Swap Shop voice - breathless and keen. Lots of people answered back in similar voices. Now I do a rather hysterical one, all in a rush, pleading with the caller not to ring off just because it's a machine. Perhaps it's time for a change again: I like doing lots of different accents; I hope it will be funny. The trouble is, if you're too clever it baffles people and they don't say anything at all, when we first had the machine we played around with it a lot and used to come home every evening to see the red light - and listen to lots of beeps. My father is very funny; he leaves a very stiff, formal message saying "This is your father speaking". But the trouble with funny messages is that they're only funny with friends or people who know you: people who don't might by put off and leave no message at all!



## Smilephone

Mike Webster (above)  
Marketing Director, Answering Ltd

I've no wish to knock answering machines; if they suit you that's fine. In our experience, however, seven out of 10 people who ring and find an answering machine, ring off - and it is infuriating not to know who called, when and why. We provide the personal touch and we can elicit a response from a caller, even one who is reluctant to give one. Our operators are all taught the basic training code - to remember the three Ws who called, what they wanted and where they can be reached. We select our staff by interview, but we don't necessarily look for trained telephone operators (it's

difficult to get rid of bad habits if they have them). We look for a unique talent - someone with personality and intelligence - we give them a test - who likes dealing with people. And we teach them to smile when they answer the phone: that sounds crazy but it works, the whole tone of the voice changes. Our service has to be all things to all men - and all women. We can provide an office identity for the one-man business where the proprietor may not want to rely on his wife answering the phone (she may be out, busy, have kids screaming in the background or simply not have a very good telephone manner) or undertake a large service commitment for an international company. We can provide an answering service in office hours or round the clock. If we are on call if you don't answer your phone after four rings we do.

## Ramblephone

Howard Davies (below)  
Management consultant

Why does Viki do all the messages? Well I think it's probably because she tends to come in late at night and sometimes records a new one just to cheer herself up. I have done one but it had an accident. The most depressing thing about owning a machine is that before you have it you think of all those people trying to get hold of you while you're out, but when you've got one you often get home to find nobody's called! This machine is mostly just for friends, of course - but I had one call from a company - home decorating I think - a clear, succinct message. I was so pleased that someone had done it

successfully I almost felt like ringing them to give them a job! People think of themselves as articulate you see, but talking to another person, even if he doesn't say a lot - just a few "mms" and "yeses" is quite different from talking to a machine. People help you out: machines don't. Most people ramble a lot, too, when they're leaving a message, which is natural. But the end of the message is the most difficult: you get the most intelligent people leaving a reasonable message and then making a real mess of the end. I suppose because I use them quite a lot at work I don't get nervous talking to a machine - in fact a colleague told me he frequently couldn't tell whether I was talking to a machine or a person. Some people would say that perhaps that is because I treat people like machines.

## Loonyphone

Jonathan Hodge (right)  
Jingle writer and artist's model

I've got into a lot of trouble with my machine message. At my old recording studio the three of us went on holiday at the same time because the air-conditioning had conked out. I left an "ello 'ello, 'owin' to a modification in our ventilation system we've had to scarp to sunnier climes..." message, using lots of mechanical jargon. (I said I'd gone to the Caribbean because it sounded better than Majorca.) Three weeks later when I returned it was to be met by a large policeman at Gatwick Airport, where I was held for questioning. It seems that lots of people had rung and got the message and passed the number on to their friends. One was a flight engineer on a 707 who took it into his head that it was a bomb scare in code (there were lots about at the time). It took a long time explaining to the Old Bill that there was nothing sinister in the message. They even held up the Jumbo until they were sure. We put on sensible messages after that, for a while. Then I couldn't resist doing another "ello 'ello, this is a burglar speakin'... there's no-one 'ere at



present but if you don't tell the occupants, I'll leave your name and number with this nice arrestin' officer." A bit of a goof, we got a lot of people worried and another rollicking from the law. Now I've got one where I sort of blow a fanfare, give the name of the company in a kind of "Roll up, roll up" voice, ask them to leave a message and do another fanfare. You can talk for hours if you want because it's voice activated.



## Babblephone

Oz Clarke (above)  
Actor and wine writer

I'm just a red-headed, Irish, wine-loving, tennis-playing actor/writer who likes the freedom an answering machine gives - and who can't resist the chance of a few gags. Let me see if I can remember some of them. Well, I went to Australia in February so naturally when I got back Les Patterson answered the phone with "giddy" and a lot of chat - then I was in France, and on my return he was still answering, talking about the land of the garlic eaters and all those nasty gallic habits... And then their's one character I'm particularly fond of, Sir Deirdre Spittle - he's always

drunk and has to be helped out by Cyril, a king of butter figure with a Donald Sinden sort of persona. They have a wonderful relationship. Sir Deirdre is always terribly slurred - says things like "Le beaujolais nouveau est arrive" (when has clearly already had six bottles of the stuff). I did try it straight once, said something like "This is Oz Clarke's serious message..." but I just couldn't carry it off. And then I melted the machine drying it in front of a fire and I was mortified, so then we had a "requiem for my machine. I get lots of shrieks and giggles and camp messages - and some brilliant ones. British Telecom used to ring up a lot. There were 32 messages one morning, 25 from BT, most of them saying "just wanted to listen to your message." Just now, I'm a crossed line.

Judy Froshaug

## Songphone

Sheila Steafel (below)  
Comedienne

I suppose I've had a machine for - blimey, let's see - five years? I need it because I work strange hours and I'm rarely here to receive calls - which is how one gets a lot of work. This (message) is Mark IV. Kind of you to say you like it (She sings a rhyme and plays a spinette, made by her father in South Africa; this could be twee but is in fact delightful) I hope it amuses, though I'm not sure about the VAT office and my agent's secretary can't stand it - she leaves the receiver on her desk until I've finished, then leaves me a rather cute message. And a BBC producer with whom I'm doing a couple of radio shows left a message saying "the first thing we'll do is commission someone to write you a new message." However, I like it - and if it works it's because presenting yourself at one remove, singing for example, gives the other person a chance to collect himself and respond. With the straight, spoken message, people often sound totally unnatural. And it's a little hard to believe that a machine actually works. People often ring off, ring back, to check that it is you, then

write down a reply. Actors find it easier because they're trained to pretend out loud but your average person feels very silly talking into a machine. I hope all the messages have been quite funny - I had the dogs barking on one, then Mark III was a kind of fast dialogue between me and the bloke who was living with me at the time but isn't any more. This one has produced some delightful songs - Harrods for example, ringing to tell me that my shoes are in.



## FLAVIA CORKSCREW'S GOOD FOOD GUIDE

FALLING ASLEEP OVER THE NEWSPAPER, FLAVIA DREAMS THAT GERARD MANLY HAS INVITED HER TO THE WORLD'S FIRST BARBECUE, IN PREHISTORIC SURREY...

...So glad you could come to our little day-pit warming party, Flavia. Have a chocolate-covered ant.

Look, we're barbecuing an unknown carnivore! It was lying at the bottom of the ice-age, and it's label had fallen off.

Don't you like your claw? Throw it over your shoulder, and try this spare rib. Or spare something. Scientists have yet to identify it.

Almost certainly it was ostracized it was cut dead. We in Dorking don't approve of ostentatious carnivorousness. We consider it bad form not to fit into the evolutionary ambience...

I see. Well I just obliterate Dorking from the Good Food Guide.







## THE TIMES DIARY

### Key of C and D?

Leonard Bernstein wants musicians all over the world to demonstrate for nuclear disarmament by wearing sky-blue armbands on August 25, his sixty-fifth birthday. British orchestras, he suggests, should march on the American base at Upper Heyford so attired for an anti-nuclear musical rally, while he will be wearing an armband in his hometown of Lawrence, Massachusetts. The BBC has received a letter promoting the idea, signed by Bernstein's fellow-conductors, Georg Solti, Michael Tilson Thomas and Julius Rudel, and by the violinist Pinchas Zukerman. A BBC spokeswoman says: "We will notify members of the BBC Symphony Orchestra by posting the letter on their noticeboard, but I doubt many will be able to attend any rally. They will be too busy rehearsing for the Proms."

### London's burning

Londoners spend a lot of time craving hot weather, but on the rare occasions when the real thing comes, they are nonplussed and really rather wish it would go away. They may be just that bit cooler now, but still they spill disgruntled out of pubs into streets never meant for basking; still the traffic is more unpleasant than usual, cab-drivers nastier, their fares readier to bolt into the steamy middle distance rather than settle up after an unpleasant ride. The summer sales are uncharacteristically languid in the absence of air-conditioning and even the beauties in cosmetics and perfumery will like sweetpeas preparing to set pods. "At least Harrods is worse," one of Seifried's crotchets says wearily at me. There are literary precedents. Galsworthy wrote "Summer, summer, summer! The soundless footsteps on the grass" to signal an imminent death. After the mid-1970s heatwaves Paul Theroux wrote that London was really "designed for grim weather, not crowds... best in drizzle or gleaming darkly under a thin layer of rain." Heat only "started the poisons in the bricks and woke the small of decay." "Is there no change of death in paradise?" Wallace Stevens wondered. "Does ripe fruit never fall? Or do the boughs hang always heavy in that perfect sky, unchanging..."

### Whale of a time

There is consternation among conservationists at Brighton, where the International Whaling Commission's annual quota-fixing has for four years treated the town to displays of all the paraphernalia of up-market mammalian preservation. The venue is now to be shifted, to Buenos Aires. Officials explain that the meeting is traditionally held in the native country of the chairman - at present, Eduardo Iglesias of Argentina. Brighton held the booking only because the last chairman was from Iceland, where they could not find a hall big enough for the conference.

● A firm of investment advisers is urging that we put our money into proven losers. The worst-performing fund in one year is often among the best in the next year, reason Julian Gibbs Associates. This kind of dramatic turnaround happens in most years; an excellent reason for investing in the worst-performing sector.

### Away days

Sunsets, the holiday people, have been asking the rich and famous how they relax. The Prime Minister likes to read thrillers, Lord Weinstock recommends wedding and Sir Harold Wilson fancies a pint at his local. Barbara Cartland travels, Katie Boyle sleeps, Sir Robin Day goes skiing. Only Magnus Pyke refuses to play. "My formula for 'relaxing on holiday' is never to go on holiday."

### Sidetracked

A traveller wanting to avoid the sun on a certain Inter-City train from King's Cross to Newark asked to reserve a seat on the left-hand side of the carriage. "Ah no, sir," he was told. "Smoker or non-smoker, facing the engine or back to it, but our computer cannot tell its left from its right."

### The other half

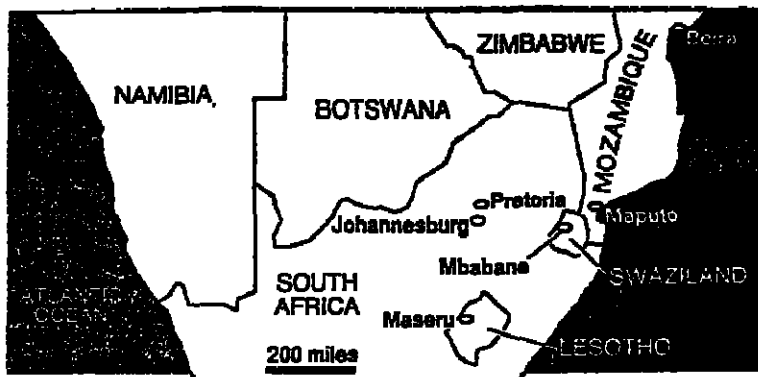
As Alan Franks reported on this page on Saturday, rivalry is intense between television companies engaged on Orwellian projects for 1984. Yet in the field there is some cooperation. Steve Wadhams, working for CBC, unearthed a prospectus from Orwell's formative prep school, St Cyprians, dating back to the time when young Eric Blair was a pupil there. One of the *Arena* team asked Wadhams if they could use his find. The deal was clinched - for half a pint of lager. I think Orwell would have approved.



Australian health authorities are hot on the trail of a killer: sweet and sour possum. Already 700 kilograms of possum meat from Tasmania have been recovered from Chinese restaurants and Asian foodmarkets around Melbourne. One meat wholesaler had openly advertised possums at \$10 a carcass. The Victorian health minister says scarily: "Toxoplasmosis from possums can cause blindness, brain defects and death." It may reassure him to know that in Tennessee, possum and sweet taters is a classic dish.

PHS

# Love thy neighbour - or else



Johannesburg. South Africa is once again tightening the screws on tiny Lesotho, the former British protectorate of Basutoland and since 1966 a sovereign member of the Commonwealth, whose 1.3m inhabitants occupy 11,800 square miles of mountainous terrain in the very heart of the Republic, sharing borders with the Orange Free State, Natal, Cape Province, and the nominally independent Xhosa-speaking tribal homeland of Transkei.

The pressure being applied takes the form of elaborate security checks on traffic into and out of Lesotho, causing long delays and disruption to the small country's commercial life, which, whether it likes it or not, is an integral part of the South African economy.

The South Africans used the same tactics at the end of May after a bomb explosion in Bloemfontein, the capital of the Orange Free State, which is separated from Lesotho by the Caledon River. The South Africans claimed that the bomb had been planted by an agent of the underground African National Congress (ANC) operating out of Lesotho.

The South African stronghold was relaxed after the meeting in a Johannesburg hotel on June 3 between Mr P. W. Botha, the South African Foreign Minister, and Evaristus Sekhonyana, his Lesotho counterpart, at which each side agreed to take steps to prevent its territory from being used as a base for subversion against the other.

It is believed that Mr Botha gave Mr Sekhonyana the names of several ANC operatives alleged by Pretoria to be planning further guerrilla attacks on South Africa, and asked for help in flushing them out. The implied quid pro quo was that Pretoria would curb the activities of the Lesotho Liberation Army of Ntsu Mokhehle, a long-standing political foe of Chief Leabua Jonathan, Lesotho's Prime Minister. Mr Mokhehle is thought to operate from South Africa.

The agreement quickly foundered. In the second half of June and early July there erupted a series of clashes between the 1,500-man Lesotho paramilitary force and groups of "bandits", culminating in a two-day battle with 30 gunmen who were said in Maseru, Lesotho's

village-size capital, to be mercenaries sent by South Africa to assassinate Chief Jonathan.

The South Africans responded with a strongly worded Note to the United Nations dismissing Lesotho's allegations and warning that if Chief Jonathan continued to provide "sanctuary to terrorists operating against South Africa he should not be surprised if South Africa takes the required action to eliminate them."

This was followed by a remarkable attack on Chief Jonathan in *Current Affairs*, a usually turgid weekly commentary put out by the South African Broadcasting Corporation which closely reflects government thinking. It painted a picture of the "poorly premised", grimly hanging on to power after 13 years without elections in the face of widespread popular discontent, and said that he had become a menace to the stability of southern Africa.

About a week later, Charles Mofeli, a leading opposition MP in Maseru, was expelled from Lesotho's parliament for criticizing the ANC presence in his country in an interview with the SABC. Mr Mofeli had been dismissed from Chief Jonathan's cabinet a few months earlier for advocating the establishment of diplomatic relations with Pretoria.

The current hostile phase in relations between South Africa and Lesotho began last December with the South African commando raid on alleged ANC "nests" in Maseru in which 42 people were killed, 12 of them Lesotho civilians. Most of the rest were ANC members, although how many were active guerrillas remains a matter for conjecture.

After the raid, between 60 and 100 ANC officials were believed to have

been flown to safety elsewhere. There are, however, nearly 11,000 South African blacks in exile in Lesotho, which continues to insist stoutly on its right to shelter refugees, even if they are ANC members, while denying that it allows its territory to be used as a base for guerrilla activity.

Chief Jonathan thumbed his nose at the South Africans even more provocatively by touring communist block countries earlier this year and inviting the Soviet Union, China, North Korea, Yugoslavia and Rumania to open embassies in Maseru.

By inviting the Russian bear into the very heart of the *laager* itself, Chief Jonathan has powerfully reinforced Pretoria's paranoia about Moscow-inspired subversion, and also risked alienating Lesotho's staunchly anti-communist Roman Catholic church, which has the support of about 40 per cent of the population.

Chief Jonathan's defiance of Pretoria has done wonders for his international image. From a tinpot dictator leading one of the most pliant of South Africa's pliant states, he has been transmogrified into an heroic African David battling the white Goliath of apartheid. He has even established a new rapport with Lesotho's King Moshoeshoe, a scholarly recluse whom the Prime Minister stripped of his powers a decade ago.

But it is a dangerous game. Pretoria could crush Lesotho at will, and is perhaps deterred from doing so only by some lingering concern for world opinion. The small kingdom could be throttled to death within weeks if South Africa were to cut off vital supplies.

Michael Hornsby

If economic measures of this kind were not enough to bring Chief Jonathan to heel, there would remain the option of further military action and possibly the engineering of a coup to replace the troublesome chief with someone more to South Africa's liking. Mr Mokhehle might seem an unlikely candidate, but his personal hatred of Chief Jonathan and hostility to the ANC and Moscow (his sympathies lying with the breakaway, China-backed Pan-Africanist Congress) could provide the basis for an alliance of convenience with Pretoria.

Meanwhile other black states in the region are watching the unequal contest with interest. All are vulnerable too, and dependent on South Africa in varying degrees, and all are hosts, some more reluctant than others, to substantial numbers of South African exiles, many of whom fled abroad in the aftermath of the 1976-77 riots in Soweto and other black townships. Some, like Mozambique, have already felt the lash of South African strength. Most also believe that South Africa is actively promoting insurgent movements in their own countries.

The country whose situation most closely resembles that of Lesotho in Swaziland, which is ideally located as an ANC infiltration route from marxist Mozambique into northern Natal, the eastern Transvaal and the industrial heartland of the Witwatersrand. The present interregnum regime in Swaziland, however, seems fairly responsive to South African pressure, probably because it is still hoping for the transfer to it of large chunks of South African Zulu and Swazi tribal territory.

No country can feel safe, however. Lesotho could well be a test case of just how far Pretoria is prepared to go in using its military and economic power to bludgeon its neighbours into adopting a more pliant attitude. South African military leaders believe, rightly or wrongly, that if neighbouring countries can be closed to the ANC as well as to guerrillas, the internal guerrilla threat will wither away. Only behind a protective shield of subversion-proof military steel, it is argued, can true reform be undertaken. The steel is very much in evidence. What is much less conspicuous is the reform.

Michael Hornsby

## Roy Hattersley outlines his objectives if he becomes Labour Party leader

### Hard truths we must face to win back our heritage

The Labour Party has a moral duty to win the next general election and to obtain the power that will enable us to build a socialist society in Britain. We must begin at once to rebuild our strength and our reputation. Changes have to be made, but only our enemies will profit from a period of bitter internal dispute. The debates which produce the improvements must be fraternal, not fratricidal. Recent events inside the party have shown that bitterness and anger make us slide deeper and deeper into unrepresentative impotence, losing more and more of our vote and failing in more and more by-elections.

We did not lose the last election because our policies were too radical; we failed because we made promises that many of our potential supporters believed we could not keep. We must fight the next election on policies which make clear our determination to create a more equal society.

But the proposals we make for changing Britain must be coherent and convincing. We must make clear the way in which real equality enhances human dignity and individual freedom. We must know the cost of our programme and be prepared to explain the way in which the bills will be paid. Above all, we must avoid the contradictions and confusion that are often the unhappy result of the way in which our policies are determined.

The Labour Party cannot afford another long agony of so-called constitutional reform. Last month's defeat was in no small part the result of years of wrangling that we once called "democratic change" and the institutionalized conflict which it created. But we must - at first informally and then by changes in our procedures and practices - give greater power to the individual party member. If we spoke for our rank and file members we would speak for the British people.

The typical Labour Party member - like the potential Labour Party voter who lives next door - wants Labour to look like a potential government, not a protest movement or pressure group, not a collection of warring factions, not a debating society or museum of exotic and extreme minority opinions. Our average member - like the voters who abandoned us - believes in our good intentions, but doubts our ability to turn hope into reality.

Last June our economic policy was a net vote-loser. Our vague hopes of achieving growth through



spending were barely understood and rarely believed. The idea of "borrowing to expand" proved crucially unpopular. The British people realized that the whole strategy lacked two essential ingredients: a coherent plan for investment and a scheme to combat inflation.

Next time we must boldly assert our intention to create new manufacturing capacity by public investment in potential growth industry. And we must make absolutely clear that public investment will - as a matter of commonsense and equity - be accompanied by a measure of public control. We must also make plain that in the expanding economy we intend to create, the government and the unions will agree the level of incomes which is consistent with our other economic objectives and which allows a national minimum

**We can give men and women power over their daily lives**

wage for the lowest paid. The slogan "socialism through free collective bargaining" is a contradiction in terms.

We must be wholly frank about the pace of potential recovery. Overstating the speed at which we can put Britain back to work undermines faith in our judgment or our honesty. We must be equally clear about our future spending programmes.

Of course, an increase in public expenditure is an essential feature of both our economic policy and our central objective - the creation of a more equal society. But we cannot meet the immediate demands of

We do not share Margaret Thatcher's view of liberty - the right of the rich and powerful to exploit their wealth and power irrespective of the interests of others. But we must not become the party of regulation and uniformity.

If we are to respect and trust the people, we must begin to listen to their opinions on the policy that lost us most votes at the last election - defence and disarmament. Nobody who canvassed in the last election can harbour any doubts about the damage done to our prospects by the contradiction inherent in our policy as presented in the manifesto. Our opposition to cruise and Pershing missiles was widely shared. So was our rejection of the waste and danger inherent in the purchase of Trident and our offer to include Polaris in multilateral negotiations. But the notion that we might give up our nuclear protection if others did not do the same was overwhelmingly rejected.

**I am unapologetically the candidate of improvement**

Opposition to our policy was intensified by the confusion that surrounded our proposals. We said that NATO remained our protection. But we refused to accept our NATO obligations. We promised effective conventional defence. Yet we insisted that a Labour government would cut the defence budget. There is now an urgent need to resolve these conflicts in our policy. In the other area of foreign policy, where so many votes were lost, the return to reality has already begun. Conversion to the acceptance of the European Community is belated but welcome.

Influential voices in the party will argue against the adjustments in policy and behaviour that must be made if we are to win the election. Some will do so in order to retain their own position of power. Others will genuinely believe that we can succeed in four or five years' time without making any attempt to reflect the hopes and wishes of the men and women whose votes we need for victory.

It was these people - the well-intentioned but misguided - whose advice we followed in June. As a result, we endure another Conservative government's attack on the public expenditure, its demolition of the health service, its callous disregard for pensioners, its acceptance of massive unemployment as an instrument of economic policy. Most bitterly ironic of all - thanks to our failure to win the votes that would have made victory possible - cruise missiles will be stationed in Great Britain and Trident will be added to our armory.

I am, therefore, unapologetically the candidate of change and improvement. That does not make me the most comfortable or least controversial of the contestants. But it makes me the candidate of the hard truth. If because of complacency or cowardice we fail to meet the challenge the Party now faces we will have denied our heritage. Indeed we will have betrayed those millions of men and women who look to us to change society - and know that it can only be achieved by a party that wins votes and takes power. They want us to govern Britain and to bring about the more equal society that our philosophy proclaims. That achievement is still within our grasp - but only if we act bravely and begin to act at once.

© Times Newspapers Limited, 1983

Tom Wicker

## Reagan's backyard pathway to war?

Mexico City. Where is the Reagan Administration's hard-line policy against the Sandinista government of Nicaragua taking us? Public opinion in the United States seems not much concerned, but the Mexican Government fears that Reagan's militaristic approach may lead to war between Nicaragua and Honduras at almost any time.

This is not an abstract worry. Commenting on Reagan's new commission on Central America, to be headed by Dr Henry Kissinger, a high Mexican official said the problem was too urgent to wait for the commission's scheduled report in December. War could come before then he said, if the CIA-sponsored Contras continue their incursions into Nicaragua from their sanctuaries in Honduras.

War is clearly in the mind of Daniel Ortega Saavedra, too. As the coordinator of the Sandinista Junta, he warned the Nicaraguan people to prepare for more fighting in a speech marking the fourth anniversary of the revolution that brought the junta to power. Nicaraguan officials have been openly predicting a United States-supported invasion from Honduras.

But that is not the only way war could start. The border clashes could get out of control on either side. Or the Nicaraguans might decide to prepare for more fighting in a speech marking the fourth anniversary of the revolution that brought the junta to power. Nicaraguan officials have been openly predicting a United States-supported invasion from Honduras.

However it begins, in the Mexican view, such a Central American war would be a disaster, and far more of a threat to United States interests and those of other nations in the region than the Sandinista regime - in a small, impoverished country - could ever be.

The United States certainly could not remain unengaged in a Nicaraguan war. Having armed and equipped the Contras, including many elements of the old oppressive Somoza government, overthrowing in 1979 by the Sandinistas, and having led Honduras from a weak but democratic form of government toward right-wing military leadership, Washington could scarcely abandon its ally if war broke out. And it is by no means clear that such a war could be fought for long, much less won, without United States troops coming to the aid of Honduras forces generally considered ineffective.

Depending on the extent of Washington's participation and the threat to Nicaragua, Cuba would almost surely be drawn in to some degree. Having helped the Sandinistas to power, as well as to sustain them for four years, Fidel Castro would be forced to come to their assistance, although some analysts think that the last thing he, too, wants is an open clash with the United States.

Cuba's participation in a Central American war, of course, would raise the question of the Soviet Union's response. Even if it were only to send arms and supplies, that would lead to a direct Soviet-American confrontation that no one wants.

Even if the most dangerous side-effects could be averted, the Mexican view is that a Nicaraguan-Honduran war would be worse than anything that could be achieved by it. Even if the Nicaraguan regime could be overthrown, which surely could not be done without Cuban and perhaps Soviet intervention having first been overcome, the Sandinistas have made it clear that they would resume guerrilla warfare and perhaps foment it throughout the region.

"I do not see a military intervention that will end the conflict in Central America," the Mexican official said. He thought it would bring, instead, a period of turmoil for many years, in which the United States inevitably would be entangled. That is why the Reagan policy of initiating and supporting the Contras' military attacks on Nicaragua - Ortega said they had

### Overthrowing the regime would be the start of real trouble

already caused 600 deaths this year and millions of dollars' worth of damage - is seen in Mexico City as extremely dangerous.

It is hardly likely, of course, that Reagan actually wants a Nicaraguan-Honduran war, so clearly would the United States have to be heavily involved and so great are the dangers. That would not be the best campaign plan for a president who is almost certainly seeking reelection.

But since the military pressure on Nicaragua clearly risks such a war, it is fair to ask what that policy can achieve that is worth the risk. Stopping the arms flow into El Salvador? Even if Washington had been able to produce a shred of evidence that this flow is of substantial importance to the Salvadoran guerrillas, there should be better ways to stop it than military attacks on Nicaragua that could bring on general war.

Forcing the Sandinistas toward a more democratic or pro-United States policy? Military attacks do not seem likely to accomplish that. Overthrowing the regime? As the Mexicans see it, that would not be the end but the beginning of real trouble. So what is Reagan's goal? Where does his Nicaraguan policy lead? If he knows, now is the time to let the people decide if they want to follow.

© New York Times, 1983

Gerald Kaufman

## Passing the town hall buck

Any day now Mr Patrick Jenkin, the Secretary of State for the Environment, will publish a White Paper on the future of the rating system. Like most of this Government's secrets, the contents of this forthcoming document have already been profusely leaked. In this case, however, the Prime Minister has no need to set up one of her fruitless investigations. The identity of the culprit is already exposed. He is none other than Mr Jenkin himself who, within the past week, has turned out to be the Lina Lamont of British politics. It will be recalled that in that cinematic masterpiece *Singin' in the Rain* Miss Lamont, a silent movie star, delivered herself of the significant confession: "I gave an exclusive story to every paper in town". Mr Jenkin has followed that illustrious precedent.

So we know that what the Government has in mind is a system whereby a group of local authorities selected as victims *pour encourager les autres*, will have their right to fix their own rate levels removed and replaced by government diktat, rubber-stamped by Parliament. This procedure, we are sternly informed, is all in the interests of control of public expenditure.

Every government takes a close interest in local government spending, and I have to say that I have come to wonder why. After all, local authority borrowing is already controlled by Whitehall. Even more subject to the Government's wishes is the rate support grant, which is distributed for the express purpose of being spent and whose level is fixed by the Secretary of State.

As for rate-borne expenditure, it is of course balanced exactly by the rates levied on local taxpayers, and so adds precisely nothing in net terms to public expenditure. Rate poundages are a bargain struck between councillors and their electors, and any local authority which levies too high a rate soon finds itself in trouble at the polling booths.

What, then, is all the fuss about? Mr Jenkin has summed it up in remarkable and indeed bizarre fashion. In one of his numerous interviews he has complained that the free exercise by local authorities of their rating powers "erodes the taxable capacity of the nation".

What, presumably, he means by this is that if councils retain liberty to levy their own rates they may be cheeky enough to take too much, leaving insufficient scope for government tax increases. This is an interesting revelation on the inner thought processes of a government ostensibly dedicated to the grand cause of tax reduction.

This month's White Paper is to be followed by a brief period of consultation, with legislation sched-

uled for the autumn. Although the Government has made clear that it is Labour councils which will be marked out as its prey, Conservative leaders have already given notice that they too will fight the rate-capping proposals. Mr Ian McCalum, Conservative chairman of the Conservative-controlled Association of District Councils, has denounced the whole scheme as "unnecessary, unreasonable and especially unjust". Mr John Lovell, Conservative chairman of the equally Conservative-controlled Association of County Councils, says that the Government's plan "challenges the autonomy of local government".

Both, no doubt, have in mind the real prospect that councillors who refuse to accept their allotted role as Mr Jenkin's functionaries could find themselves in jail. That is why one of the Secretary of State's more onerous threats could rebound. Mr Jenkin has forecast that persistent refusal by councils to obey Whitehall's instructions could lead the Department of the Environment to put commissioners into the town halls, charged with taking over completely the duties of elected authorities. No doubt Mr Jenkin intends that this dark warning will make councillors bleed run cold. They are more likely to seize on it as their potential salvation.

For more than three years, under earlier legislation devised by Michael Heseltine and his successor, Mr Tom King, local authorities have been required to carry out the Government's bidding by sophisticated mechanisms that created no martyrs and left the odium for service cuts and redundancies, as well as higher rates, firmly in the laps of reluctant and sullen local councillors.

That local authority expenditure nevertheless failed to conform as closely to the Government's wishes as those Secretaries of State would have liked is in fact a tribute to the civic responsibility of council leaders. Their attitude was summarized earlier this month by Mr Robert Neame, leader of Kent County Council (Conservative-controlled, in case anyone for a moment doubted it) in these words: "We regret that Kent will be penalized, but our first duty is to ensure the provision of essential services at a cost acceptable to the rate payers."

If councillors now find that they can leave all the dirty work - and the public and political odium - to one of Mr Jenkin's commissioners, many will leap at the chance. The Secretary of State's ultimate deterrent may turn out to be Labour councillors' deliverance.

The author is Labour MP for Manchester, Gorton.

صكرامان الاميل





Box 7, 200 Gray's Inn Road, London WC1X 8EZ. Telephone: 01-837 1234

## TO MERGE OR NOT TO MERGE?

Five weeks of work, almost done by the long day on Friday. There is much to be done during the summer days. This summer the Tories must plant the seedcorn for the next election if they wish to win. The whole landscape has changed since the election of the last Labour government. The three main parties have fully worked out effects of that change over the next four to five years. Our task is to find a leader, the Tories an alliance, and the Conservatives a convincing ally for a second term. Their task is to be examined in this page before Parliament rises.

There is to be an Alliance, or a merger? There are two opposing views on Liberal and Social Democratic minds, and so far no sign of their reconciliation. That perhaps even less likely now than Mr. Jenkins has opted out of the Alliance, though superlatively engaged in a long holiday, some token irritation with party, is showing signs of a permanent political decision which has afflicted him and does not augur so well for the effort of a long haul in an uncertain political destination.

When the Alliance was formed members seemed to hope they would sweep all before them about having to bother too much about policy or creating a new and lasting political foundation. That euphoria helped to gloss the fact that the SDP members, having belonged to a Labour government, were more interested in policies for government than the Liberals had ever been. Anyone seriously interested in government would not have been likely to join the Liberal party for nearly fifty years. These discrepancies in attitude, however, were subsumed by an assumption that government, or a share in government, could miraculously arise as a consequence of the

collapsing vote of the other two parties. When the fortunes of the Conservatives revived that became less likely. The route to government for the Alliance seemed then to lie first through replacing Labour as the viable alternative—a realignment of the left in reverse order to what happened when Labour replaced the Liberals.

In terms of votes cast at the election, that prospect seemed to be the right one. But how does the Alliance now proceed to the next stage? It cannot scale the dwindling citadel of Labour power till the next election. Yet how does it keep up momentum in the meantime? Moreover, it came second to Labour in only 46 seats, compared to being second in 262 Conservative seats. This means that its only real hope of replacing Labour is to wait for a terminal collapse in the Labour vote far in excess of that which occurred last month. Post-election surveys show, incidentally, that the SDP part of the Alliance is more likely to appeal to Labour voters in all areas than the Liberals are, which suggests that, if the policy is to plan for a realignment of the left based on a continuing collapse of Labour, the formation of a formal merger with the Liberal party would be unwise.

The nagging question remains, regardless of the personalities of Dr. Owen and Mr. Steel. Is the third force in British politics strong enough to replace the second force? Or should it stay true to its original rhetoric of breaking the mould, and work for a structure of British politics which is not at all bipolar, but multi-party? The logic of proportional representation is for many political groupings and permanent coalition governments. The logic of the realignment of the left is for a straight takeover of Labour's role as a main alternative to Conservative government in a continuing bipolar system.

The weaknesses of both positions are apparent. The Alliance

will not be in a position to break the mould and introduce a multi-party structure of politics based on proportional representation until it has already won power the conventional way in a basically bipolar system. Yet to do that it needs a cohesion and a credibility which it does not have as two groups.

Yet again, a merger, if that merely enabled the existing Liberals to absorb the SDP, would deprive the Alliance of its special appeal to still unconvinced Labour loyalists, and also its hard edge of policy making—particularly in economics and defence. The SDP capacity to deter the Liberal party from some of its wilder policies is greater as a separate party within an Alliance than it would be as a particular wing of a merged party.

The weakness of the realignment policy is that it leaves the initiative to the Labour party. Alliance politicians can only sit back and wait for Labour to do such violence to itself in its leadership contest and beyond that it continues to lose support. These possibilities will be discussed here tomorrow, but they hardly form a reassuring basis for SDP and Liberal politicians to plan a coherent strategy for the next four to five years.

This explains the likely mudslinging which may emerge in the day to day workings of the Alliance. Informal mergers at constituency level cannot be the blueprint for a successful merger and the formation of a precise political grouping at the national level. Therein lies the risk that a merged party would simply appear to be a reconstituted Liberal party. The lesson of voting patterns since the war is that Liberal fortunes ebb during Labour governments and flow under Conservative governments, but they do not flow enough to burst through the sluice-gates of the electoral system. It may take more than a long summer for the Alliance to come up with answers to these questions.

## BROTHERHOOD AND CAUTION

The Chinese friendship declaration which visited the USSR earlier this month was but one instance of the many contacts now developing between the two states. Border talks, exchanges in sport, culture and trade, and less reliable statements by leaders in both sides have renewed speculation about the imminence of some dramatic realignment in the relations between the Pacific powers, since the United States will be affected by any change in the Sino-Soviet dispute.

The significance of these growing contacts between Moscow and Peking should not be exaggerated, however. The leaders of both sides have stressed that deeds, not words, are what count in international affairs. The propaganda war has certainly become less strident, but fundamental differences have not been diminished.

It was certainly unrealistic to expect immediate results on order issues during the March talks in Moscow with a Chinese delegation under a deputy foreign minister Qian Qichen; Soviet reports of a "substantial détente" were clearly over-optimistic. The territorial dispute is long historic roots. Centuries before Russian colonists spread beyond the Urals into Asia, Chinese influence was paramount. There have been many attempts to fix the boundary between China and Siberia since the first treaty was signed at Nerchinsk in 1689.

Exploiting China's weakness, Russian imperialism pushed the border further south, consolidating its conquests in a series of "unequal treaties" later condemned by both Marx and Lenin. After the 1917 revolution the Soviet government renounced the Tsarist conquests without, however, ceding any territory. Now Moscow denies that any Chinese lands were ever seized by Russia.

Although China naturally resents these losses (the city of Vladivostok, "Ruler of the East", stands on land once

Chinese) Peking does not demand the return of all lost lands—only those taken in violation of the Russo-Chinese treaties. The major disputes are over the islands and navigation rights in the Amur and Ussuri rivers, the scene of fierce fighting in 1969, and the Pamir mountains; in 1981 the USSR signed a border treaty with the Kabul regime in Afghanistan, denounced by Peking as an attempt to preempt Chinese territorial claims amounting to some 20,000 square kilometres in this strategic area. Moscow is afraid to yield even an inch lest other neighbours will be encouraged in their territorial claims.

This territorial dispute came to the fore in the 1960s as part of the general rift between the USSR and China. Ideological differences continue, but they are less bitter than when Moscow was attacking Mao as a "Hitlerite warmonger". There is rivalry for influence in "national liberation struggles" and in the non-aligned countries. Both communist giants offer their greatly differing experience in socialist development as the best pattern for others to follow.

The role of the USA is an important factor. Improved Sino-American relations caused considerable upset in the Kremlin and provided further incentive to extend Soviet detente with the West. Yet at the same time Moscow criticized China for "lining up with the imperialists". The USSR emphasizes that the USA, it fully recognizes Chinese sovereignty over Taiwan; but Peking is aware that Moscow is exploiting US-Chinese differences for its own ends. While Washington retains a realistic assessment of Soviet foreign policy China has no need to fear isolation from a US-Soviet rapprochement, and can afford to show displeasure at Washington's links with Taiwan.

Both socialist states want Western and Japanese technology, but China can set its own pace of development since it

does not share Soviet ambitions to win military superiority over the United States. Unlike the USSR, China is not regarded as a major military threat. It has fairly good relations with the European Community and Japan, and apart from financial stringencies, has few restrictions on expanding trade.

As Premier Zhao Ziyang pointed out recently, progress in the Sino-Soviet talks will be slight while the USSR refuses to discuss major issues such as the occupation of Afghanistan; Soviet support for Vietnam in its border conflict with China and expansionist policies in Cambodia; or the military threat to China of some fifty divisions across the border in the USSR and Mongolia. Peking is just as alarmed as Japan at the build-up of Soviet missiles in the Far East. President Andropov, like his predecessor, has talked of "normalizing" relations with China but has made no concrete proposals.

When weighed against matters of such importance, progress in other areas seems slight. The USSR has seven times more trade with the two million Mongolians in Comecon than with the thousand million Chinese. Despite increasing Chinese contacts with the USSR's East European allies, trade with West Germany alone is several times greater. Moscow Radio recently complained that a Sino-Soviet cultural agreement covers the exchange of ten students this year, while there are nine thousand Chinese students in the capitalist USA.

It would be unwise for Western leaders to depend on the Sino-Soviet dispute to tie up a large proportion of Soviet military strength; it would be even more foolish to attempt to exacerbate the differences. The Chinese leadership is sufficiently aware of the threat of Soviet expansionism; it will no doubt continue to be cautious in developing contacts with Moscow.

produced. Nigel West, one of these journalists, has confirmed to me in writing that "I have no reason to believe that your father was ever disloyal to his country."

Yet words like "spy", "agent" and "agent of influence" are flung around and the accusations are now made once again, bolstered by the innuendo that my father's suicide in 1967 was the result of M15 questioning rather than, as his family and friends know, of his distress and mental illness after my mother's death.

It is intolerable that these leaks, innuendoes, and falsehoods should continue, while the records of the secret services remain closed to historians or to the relatives of those involved, but apparently accessible to journalists with voluble but self-

interested contacts. These events occurred a long time ago—most of them before I was born—so that I can look at them with some detachment but also with the desire to know more.

The left-wing politics of the 1930s are a proper subject for historical study and it is inconceivable that judicial or scholarly investigation of them could now endanger national security. It is also misguided to believe, as is sometimes suggested, that keeping such matters secret shields from distress the relatives and friends of those accused.

Yours faithfully,  
RODERICK FLOOD,  
21 Severn Road, NW3.  
July 19.

## The Prince's view of Army discipline

From Mr Ben Vincent

Sir, The Prince of Wales has repeated the "common-sense" opinion that if the young are "given a taste of Army discipline" report, (July 19) they are more likely to become law-abiding citizens.

When a distinguished public speaker makes such pronouncements most of us assume that his advisers have researched the subject and can produce evidence. May we know on what the opinion is based? Quite recently we had evidence that the process is at least not automatic.

Presumably the Prince is a fine example of the effect of Army discipline but a sizeable group were recently found guilty of serious sexual offence against a girl of fifteen, who was openly brought into their barracks and dormitory in contravention of military security. In defence it was blandly stated that this breach was not very unusual. A few weeks later *The Times* reported that another group of Paras were up before the court for their part in a drunken brawl in the streets of Aldershot. Other cases have been reported from overseas.

Is it not perhaps in accord with common-sense to expect riotous, drunken and sexual misbehaviour when young fellows are removed from the natural discipline of local communities, parents and the residents of streets where they are known?

Do ex-soldiers generally confirm the Prince's observation that their comrades were on the whole less given to theft, vandalism, violence, drunkenness, debauch, contempt of authority, idleness, obscenity and blasphemy than civilians?

Yours faithfully,  
BEN VINCENT,  
4 Hawthorne Road,  
Radlett,  
Hertfordshire,  
July 19.

## EEC labour code

From Mr Nigel Kennedy

Sir, Bryan Rigby suggests (July 7) that the Vredeling directive is a damaging and misconceived. But if his support for the principles contained within the draft directive is genuine, and if he really believes that "the British industrial relations tradition" can achieve these standards undirected by the EEC, then the directive itself should not cause him much concern. If employee consultation is already—or is about to be—a reality in Britain, then the directive should arrive unnoticed.

And, if this is the case, it will serve as a useful watchdog over companies which attempt to opt out of their responsibilities regarding employee information whenever they find it inconvenient.

Yours faithfully,  
NIGEL KENNEDY,  
43 Santos Road, SW18.

## 'Improved' bread

From Mr Justin de Blank

Sir, I write to comment on the proposed alterations to the bread and flour regulations and specifically to oppose the recommendation that white bread should be made to be added to wholemeal bread.

I regard this as a thoroughly bad recommendation. "Wholemeal" is a neat, clear-cut word which concisely states that the flour or meal is the result of grinding the whole (or all the component parts) of the grain of wheat.

The justification underlying this recommendation is that the plant bakers find it difficult to bake wholemeal loaves on their plant unless the flour is doctored with "improvers", principally to give more lift or development to the loaf.

But wholemeal loaves can perfectly well be made without "improvers" and with flour from English wheat. We bake thousands of such loaves each week using only English wheat. It takes skill but it can be done.

Let others acquire these skills; it is not right to force questionable changes on the public to fit round the demands of a part—admittedly a large part—of the baking trade.

Yours faithfully,  
JUSTIN DE BLANK,  
Justin de Blank Provisions Ltd,  
42 Elizabeth Street, SW1.  
July 13.

## Matrimonial links

From Mrs Kathleen Waring

Sir, Perhaps the General Synod of the Church of England would now consider changing the words of the Marriage Service to read: "ill death or divorce or do part."

Yours faithfully,  
KATHLEEN WARING,  
251 Wendover House,  
Thurlow Street, SE17.  
July 15.

## Seabed rights

From Mr Thomas P. Winsor

Sir, Professor Denman (July 18), in making his proposal that the rights of the state to the seabed and subsoil of the UK continental shelf should be conveyed to the oil companies to secure them certain safeguards, errs in a number of important respects.

1. The UK's rights over the UK continental shelf (UKCS) are sovereign rights for the purpose of exploring and exploiting the natural resources of its seabed and subsoil. Article I of the Geneva Convention on the Continental Shelf, as enacted into UK by the Continental Shelf Act 1964. They therefore fall quite far short of the full sovereignty that we enjoy over our land territory, and the two should not be confused.

2. As most of the oil-bearing strata in the UKCS lie in the Scottish sector and the civil law of Scotland applies to it—Continental Shelf

## Turning the screw on rate support

From the Leader of the Kent County Council

Sir, I was astonished to read in your main front page report of yesterday's edition (July 19) that Kent County Council might figure on some Government list as an "overspender". I can only presume that it represents the view of your reporter rather than a considered comment of the Secretary of State.

It is no secret that Kent's budget for 1983/84 exceeds the expenditure target set by the Government along with another 147 local authorities in England, and indeed two-thirds of all the shire counties. What matters is the scale of individual authorities' overspending.

The Government applied a relatively mild grant penalty to authorities who overspent their target by no more than 2 per cent, no doubt in recognition of the arbitrary nature of the target. Of those shire counties where the Conservative Party has a clear majority only one exceeded target by more than 2 per cent and their total contribution to the overall excess of £771m was a mere £36m. This piddling pales into insignificance when set against the GLC's excess of £301m, ILEA's at £97m and £72m by the six metropolitan counties.

Furthermore, if Patrick Jenkin were to be seriously suggesting that Kent would be branded as an overspender that would be a breathtaking volte-face from his widely reported remarks in the House of Commons about the "rough justice" of the expenditure targets. Those targets are fundamentally based on what authorities have spent in the past, so that they already legitimise to a considerable extent past high spending and turn the screw even tighter on those authorities whose previous record had been marked by prudence and economy.

If local authorities are to be pronounced guilty by journalists' innuendo I can only hope that the Government will, like Parliament

last week, opt for punishment which is both civilised and appropriate.

Yours faithfully,  
R. H. B. NEAME,  
County Hall,  
 Maidstone, Kent.  
July 20.

From Councillor J. Sanders Grose

Sir, Does the inclusion of the London Borough of Richmond upon Thames in your correspondent's list of councils deemed for government rate-capping (July 19) mean that councils who are real sinners are in danger of knee-capping?

Almost exactly a year ago I visited Mr Heseltine, the then Secretary of State for the Environment, to argue a special case for increasing Richmond's rate support grant. I did not succeed, but he was generous in his praise of financial controls and results which set an excellent example, etc. etc.

Indeed, a week ago it was confirmed to this committee that our expenditure for 1981/82 fell within the Government expenditure guidelines by 2.65 per cent.

It was also reported that although the 1982/83 accounts are not finalised the Council's expenditure is almost exactly in line with the Government's provisional effective target.

Members were also informed at the same meeting that 1. Richmond employs the lowest number of staff per 1,000 of population in any London borough, 2. over the last two years overtime working has been reduced by 23.5 per cent hours, 3. rates consistently over the years have been below the average of outer London boroughs.

Is Mr Patrick Jenkin tilting against windmills or has someone got his Richmonds in a twist?

Yours faithfully,  
J. SANDERS GROSE, Chairman,  
Policy and Resources Committee,  
London Borough of Richmond upon Thames.  
Members' Room,  
Municipal Offices,  
Twickenham,  
Middlesex.  
July 19.

## Sentenced for life

From Mr Ewen E. S. Montagu, QC

Sir, Not many people have seen a man who is serving a life-sentence which he believes to be definitely for the whole of the remainder of his life. I have had that awful and unforgettable experience—it was horrifying beyond the imagination of anyone who had not seen it.

It occurred at the naval court-martial of a young sailor charged with having acted as a stool-pigeon while a prisoner of the Germans. The prosecutor called as a witness a young Canadian who had been convicted of giving aid to the Germans and who believed that his life-sentence meant for the whole of the rest of his life and that, having regard to prevailing public opinion, he could never hope to be released.

One saw a creature (it was

virtually impossible to think of him as a human being) who was in all real respects dead—although he was still breathing.

I am not contesting the need for very long sentences for brutal murders—or indeed for any brutal violence—even if the Almighty decreed that everyone should not actually die, but everyone should think deeply before advocating what I feel to be the ultimate in cruelty—a sentence which will, by statute, inevitably go on and on with no hope of any relief in this life. It may be that some prisoners could, in the event, never be released, but to enact that they should have no hope would be inhuman.

I am, Sir, etc.  
EWEN E. S. MONTAGU,  
24 Montrose Court,  
Exhibition Road, SW7.  
July 18.

## Scottish salmon stocks

From Sir Andrew Gilchrist

Sir, On July 20 and 21, 1982, you were good enough to publish two articles by me on the very serious decline of salmon-fishing in Scotland.

Your readers may care to know that the general situation this year is no better and may even be worse. Many people are relying on a repeat performance of the heavy autumn run of grilse which occurred in many rivers last year, but there is little real hope in this direction.

Such a concentration of productive angling in a brief season is unlikely to ensure the continuance of a sport which is not merely enjoyable but economically significant for regions lacking in modern forms of development. A season four weeks long (in pursuit of salmon in what is basically a small and immature form) will not

support the hotels and boarding houses. Could Arsenal survive if they were compelled to play all their matches within four weeks?

Is there a remedy? Yes, though the subject requires fuller treatment than can be given here. It is worth making an effort to save our salmon. Look what the Icelanders have done by following three simple lines of approach. The following is an extract from the July issue of *News from Iceland*:

The number of salmon caught in Iceland's streams and rivers has doubled in just over a decade. The ever-increasing stock of this fine game fish is attributed to three main factors: an extensive breeding programme, a fishing ban in coastal waters, and inland waters that are pollution free.

Yours faithfully,  
ANDREW GILCHRIST,  
Arthur's Crag,  
Hazelbank,  
by Lanark.  
July 7.

## Gardener's options

From Mrs Christine Shorney

Sir, As a new recruit to an allotment this year I hate to put a damper on Mr Lawrence D Hill's hopes for the unemployed in this direction (July 5).

First of all, to dispel the myth that cheap vegetables are obtainable from an allotment; "the only cheap vegetables are those available in the shops", a quote from my father-in-law, retired, and with long experience.

Here are just some of the expenses I have incurred: rent and water, £5.60 for 150 sq yds, or five perches; mushroom compost, £16; fruit trees, seed, fertilizer, £18; sundry tools, £36—at which point I had to get a job to pay for it all.

I have harvested two gooseberry tarts, three lettuce and five radishes; the slugs had the French

beans. But I am persevering, against the long established couch, that is. Unpaid hours clocked up would pay for a family cruise.

A large investment in time and money is required to get off the ground from scratch and good vegetables require more than just the supply of seed, which is the least of it. I have not even cosied the software.

Having got started, *Tomorrow's World* advised allotment holders in cities that the lead content in our vegetables should be giving us cause for concern. Then the wettest spring in history routed early sowings and only a tenth of my parsnips have germinated, for which I am truly grateful, if not exultant.

Yours faithfully,  
CHRISTINE SHORNEY,  
19 Crispin Way,  
Kingswood,  
Bristol.  
July 5.

(Jurisdiction) Order 1980—it will take rather more than "adjustment" in the law to create over them the English law creatures of freeholds and leaseholds, even if it were concluded that it is possible to create a legal system of landownership when no ownership of the land or the resources in it is vested in the creator.

We do not own the continental shelf, and we do not own the resources in it until they are brought out and saved. All we have is the exclusive right to explore for and exploit those resources. The conveyance to the oil companies would therefore have to be (a) of the Crown's rights, and not of the shelf of the resources in it, and (b) according to the law of Scotland. The petroleum production licence already does this.

3. Professor Denman's last error is his greatest. Whatever method is chosen to grant rights to the oil companies, it will never be com-

## Impediments on prisoners' rights

From the Chairman of the Howard League for Penal Reform

Sir, In roundly condemning penal reformers you assert that there is no such thing as prisoners' rights, but only a limited obligation on the part of penal administrators to apply minimum standards of accommodation and discipline ("Just deserts", July 15).

You are wrong on two counts. First, the House of Lords has held that a prisoner retains all the rights of the citizen, except those that are specifically taken away by statute: *Raymond v Honey* [1983] AC1. Neither the Prison Act 1952 nor the Prison Rules 1964 (as amended) has authorised, for example, any impairment of the prisoner's rights of unimpeded access to the courts for a remedy against the prison administration.

Second, prison administrators have for some time now acknowledged that the rehabilitative ideology (an outmoded concept of modern penal systems) has been replaced, not by retribution but by the justice model which pays regard to fair and equal treatment for all convicted prisoners, without discrimination. ("Humane containment" is the contemporary Prison Department philosophy.)

Nothing conduces more to disturbance of the prison scene than the declared policy of imposing on prisoners, particularly the most disruptive prisoner—a loss of identity in conditions of intolerable overcrowding and with a denial of basic rights of maintained contact with families and friends.

In short, we do ourselves a grave disservice if we do not permit all prisoners to serve out their sentences in tolerable conditions—both physical and psychological—consistent with sound prison administration. Offenders are sent to prison as punishment for crime, and not for punishment.

Yours sincerely,  
LOUIS BLOM-COOPER, Chairman,  
Howard League for Penal Reform,  
320-322 Kennington Park Road,  
SE11.  
July 19.

## Rainbow warriors

From Mr Yehudi Menuhin

Sir, Greenpeace, in its intrepid confrontation with the greed of our fellow men, most recently in the USSR, has demonstrated with courage and valour how to build a better world: how to emancipate mankind through responsibility to others, not necessarily of ones own clan or species, and to the uses of freedom.

May their inspiring idealism turn our wrath against the real threats to mankind. They have identified them: those who pass unchallenged, and without respect towards our fellow creatures on this planet—human, animal and vegetable—to wreck our world with their blind greed.

Yours faithfully,  
YEHUDI MENUHIN,  
2 The Grove,  
Higgle Valley, N16.  
July 21.

## Musical manners

From Mr Gerald Harvey

Sir, Mr Ponsonby's assurance (July 12) that Messrs Boulez and Messiaen are really nice, sensitive claps may be true but it doesn't make the music sound any less dreadful. As for his constant lament of "get to know it and you will learn to like it," I have been trying that for 30 years and it doesn't work, at least only for a very limited number of pieces, and one finds ones ears assaulted without just cause all too often.

The BBC and Mr Ponsonby have a tremendous opportunity in this respect. They have the biggest music machine ever built. No other art form is fed into our very homes as relentlessly as music—not even film. Yet there is little attempt to open our hearts to modern music. In fact, as an educator, Radio 3 is virtually a non-starter. *Music Weekly* is a jewelled island in a dead sea.

Nothing is offered to continue the fine tradition of Anthony Hopkins. The recent television film of Respighi were all the more beautiful for the rarity of the genre.

The general presentation of modern music is bland and formal, with no attempt in the *Radio Times* to suggest that it might be interesting or special, and with no more than the driest of formal analyses of the works. Impersonally read by an unconvincing announcer and justly forgotten as soon as the noise starts.

Can Mr Ponsonby turn Radio 3 into something alive, a presentation of what is alive, beautiful and necessary to our lives in the musical field? Can he try to show us just what it is that he finds so fascinating about this stuff?

Yours sincerely,  
GERALD HARVEY,  
8 Briarwood Road,  
Clapham Park, SW4.

## Relatively speaking

From Mr Felix Barker

Sir, After his article (July 19) Mr Philip Howard, your genial guardian of our grammar, will be relieved to hear that in one place at least the correct use of the personal relative pronoun is maintained.

I am assured that at Boston, in the Ivy League foliage of Harvard, the owls are so well educated that they hoot not "To-whit-to-who" but "To-whit-to-whom".

I am, Sir, yours obediently,  
FELIX BARKER,  
Watermill House,  
Bencenden,  
Kent.  
July 20.

## Soviet 'moles'

From Professor R. C. Flood

Sir, Both as the son of Bernard Flood, MP, and as a professional historian, I should be delighted if the Government were—as Ted Leadbitter, MP, has suggested (report, July 18)—to set up an inquiry into the extent of and the damage done by Soviet influence in public life in Britain in the 1930s and 1940s.

For the last three years, my father has been accused by journalists, spurred on by leaks from within the secret services, of having been a Soviet agent and a recruiter of spies. He was a communist in his youth, gave or intended to give any secret to the Soviet Union, or incited anyone else to do so, has yet been







## Investment and Finance

City Editor  
Anthony Hilton

ECONOMIST

City Office  
200 Gray's Inn Road  
London WC1X 8EZ  
Telephone 01-837 1234

## STOCK EXCHANGES

action of the lists of  
urities Market and unit  
prices has been tempo-  
rarily suspended because of a  
printer fault. We apologize  
for the interruption of  
services, which will  
resume as soon as  
able.

## CARD MEETINGS

AY - Interim: Allied Textile  
panies, Temple Bar Invest-  
ment Trust, UC Investments  
(London)

AY - Interim: Allied Textile  
panies, Temple Bar Invest-  
ment Trust, UC Investments  
(London)

AY - Interim: Allied Textile  
panies, Temple Bar Invest-  
ment Trust, UC Investments  
(London)

AY - Interim: Allied Textile  
panies, Temple Bar Invest-  
ment Trust, UC Investments  
(London)

AY - Interim: Allied Textile  
panies, Temple Bar Invest-  
ment Trust, UC Investments  
(London)

## ANNUAL MEETINGS

AY - Interim: Allied Textile  
panies, Temple Bar Invest-  
ment Trust, UC Investments  
(London)

AY - Interim: Allied Textile  
panies, Temple Bar Invest-  
ment Trust, UC Investments  
(London)

AY - Interim: Allied Textile  
panies, Temple Bar Invest-  
ment Trust, UC Investments  
(London)

AY - Interim: Allied Textile  
panies, Temple Bar Invest-  
ment Trust, UC Investments  
(London)

AY - Interim: Allied Textile  
panies, Temple Bar Invest-  
ment Trust, UC Investments  
(London)

AY - Interim: Allied Textile  
panies, Temple Bar Invest-  
ment Trust, UC Investments  
(London)

AY - Interim: Allied Textile  
panies, Temple Bar Invest-  
ment Trust, UC Investments  
(London)

AY - Interim: Allied Textile  
panies, Temple Bar Invest-  
ment Trust, UC Investments  
(London)

AY - Interim: Allied Textile  
panies, Temple Bar Invest-  
ment Trust, UC Investments  
(London)

AY - Interim: Allied Textile  
panies, Temple Bar Invest-  
ment Trust, UC Investments  
(London)

AY - Interim: Allied Textile  
panies, Temple Bar Invest-  
ment Trust, UC Investments  
(London)

AY - Interim: Allied Textile  
panies, Temple Bar Invest-  
ment Trust, UC Investments  
(London)

AY - Interim: Allied Textile  
panies, Temple Bar Invest-  
ment Trust, UC Investments  
(London)

AY - Interim: Allied Textile  
panies, Temple Bar Invest-  
ment Trust, UC Investments  
(London)

AY - Interim: Allied Textile  
panies, Temple Bar Invest-  
ment Trust, UC Investments  
(London)

AY - Interim: Allied Textile  
panies, Temple Bar Invest-  
ment Trust, UC Investments  
(London)

AY - Interim: Allied Textile  
panies, Temple Bar Invest-  
ment Trust, UC Investments  
(London)

AY - Interim: Allied Textile  
panies, Temple Bar Invest-  
ment Trust, UC Investments  
(London)

AY - Interim: Allied Textile  
panies, Temple Bar Invest-  
ment Trust, UC Investments  
(London)

AY - Interim: Allied Textile  
panies, Temple Bar Invest-  
ment Trust, UC Investments  
(London)

## World Bank spells out need for more western aid and private investment

## Third World 'faces catastrophe' if economic recovery tapers off

By Michael Prest

Developing countries face "catastrophic consequences" if the industrial countries' economic recovery tapers off into a decade of slow growth, the World Bank says in its *World Development Report 1983*.

The report, published today, also states that sustained and reasonably fast economic growth in the rich countries will not be sufficient by itself to generate adequate living standards in poor countries. Much more aid, private capital investment and better economic management by the governments and enterprises of developing countries are equally important.

Yet if the rich countries do not solve their structural problems and the developing countries achieve low growth, the report says it is easy to envisage a downward global economic spiral engulfing... with catastrophic consequences for the developing countries.

The bank's economists believe that despite the heavy debts of the Third World, commercial banks are not fundamentally threatened.

That the international banking system will weather the present crisis is not in doubt, considering the small fraction (about 1 per cent) of banks' assets represented by their claims on developing countries.

However, some banks may suffer from their exposure to the developing world in greatest financial difficulties, and commercial bank lending to developing countries will decline. At the same time, official development assistance (ODA) - aid and cheap loans - is unlikely to rise above the present average of

about 0.35 per cent of rich countries' gross domestic product - half the target.

The report argues that the prospects for developing countries to finance growth through borrowing will be further reduced by the likelihood that interest rates between 1982 and 1995 (the end of the period being analysed) will average a real 3 per cent. Slow growth of industrial countries' trade will be yet another brake.

So, it concludes, "The strong implication of this analysis is that ODA as currently planned

falls far short of the needs of the developing countries, especially of the low-income countries, if world poverty is to be seriously tackled."

Although the report is gloomy about the attitude prevailing in rich countries and about the avility of their governments to solve structural difficulties such as unemployment and how to achieve expansion without inflation, it emphasizes the need for developing countries to be part of the solution.

The report says: "A deter-

mined effort to resume the liberalization of trade, prudent but dynamic international lending policies, and more generous aid need not await the resumption of fast global economic growth; on the contrary, they are necessary to bring it about."

Making assumptions about the policies that industrial countries are likely to follow, the bank's economists outline three scenarios for growth. In the central case, the gdp of all developing countries is projected to grow by an average 5.5 per cent a year between 1985 and 1995.

Low-income countries would experience 4.9 per cent growth and the industrial countries 3.7. It is recognized, however, that some of the assumptions underlying these projections are optimistic. The low case - which presupposes that rich countries do not solve their structural problems - projects only 4.5 per cent growth for the poor countries. Moreover, Africa may expand at only half that rate.

There could be a downward economic spiral

## Finance ministers' task force meets

Top Commonwealth bankers and economists begin a three-day meeting in London today to put the finishing touches to a report urging important reforms of the international financial and trading system, including proposals for more stable exchange rates and ways of protecting Third World countries from the worst consequences of global deflation.

The report is the work of a

nine-member task force set up by the Commonwealth Secretary-General at the annual meeting of Commonwealth finance ministers in London last September, at which Mr Robert Muldoon, the New Zealand Prime Minister, proposed an international monetary conference, a suggestion subsequently taken up by M. Francois Mitterrand, Helmsman of Toronto University, the group includes Sir Jeremy

Chairman by Professor Gerry Moore, chairman of Lloyds Bank and Dr I G Patel, former governor of the Reserve Bank of India.

Commonwealth finance ministers will consider the report when they meet again in Trinidad in September, before going on to the annual meeting of the International Monetary Fund and World Bank in Washington where many of the

## UK demands higher steel quota

By Edward Townsend

Mr Cecil Parkinson, Secretary of State for Trade and Industry, will today demand that his European counterparts agree to Britain having a larger production quota under the EEC steel crisis measures.

Mr Parkinson has already told EEC ministers that he would not countenance another major steel mill closure in the UK. He will tell them today in Brussels that the significant improvements in competitiveness made in the British industry now call for Britain's quotas to be extended, particularly as the UK market is showing signs of greater improvement than in the rest of Europe.

Today's quotas, part of the EEC-wide crisis programme for steel, were imposed in 1980 and came up for review at the end of



Parkinson: call to recognize Britain's improvement

June. Ministers agreed in Luxembourg to a month's extension after the European Commission's complaints that sufficient cuts in excess steel

capacity had not been made and that an extension of the quota system for two and a half years was necessary.

The Italians pose the biggest problem for the European Commission, having consistently refused to decrease production or capacity during the recession. Between 1978 and 1983, Britain cut its steel workforce by almost 60 per cent, the French by 20 per cent and the West Germans by 17 per cent. Italian producers, however, have cut their workforce by just over 4 per cent and have registered a slight increase in output.

The commission has asked Italy to cut by 5.83 million tonnes its steel production capacity as part of an overall 26.7 million-tonne cut throughout the Community. Italy has said it will cut back by only 2.4 million tonnes

## Banker in Asian loans affair killed

From M. G. G. Pillai, Kuala Lumpur

The murder of a senior Malaysian banker in Hongkong last week has added a fresh twist to the government-owned Bank Bumiputra's attempt to recover more than HK\$1,000m (£90.9m) in loans to Carrian Investments, EDA Investments and the companies controlled by Mr Kevin Hsu.

Mr Jai Ibrahim, aged 35, the assistant general manager of Bumiputra Malaysia Finance (BMF), the bank's Hongkong subsidiary, cashed a HK\$50,000 (£4,545) cheque and left the office last Monday to meet someone. His body was found in a banana plantation late the next day. Apparently he had been tortured.

Even the most astute bankers have yet to find out who the shareholders of Carrian Holdings are, all of whom are said to be hiding behind Liberian, Panamanian and Swiss nominee companies. There have been suggestions that they are fronting for Malaysian politicians and businessmen, but this has never been proved.

The problems of BMF and its parent, Bank Bumiputra, have developed into a struggle between the press and the bank, which insists that it could not reveal any information about its clients without breaching confidentiality.

The Bank's chairman, Dr

Nawawi Mat Amin, has submitted a confidential report on the bank's position to Datuk Seri O Mahatir Mohamad, the Prime Minister. One senior official insists that BMF's position in Hongkong is much better than had been reported. But it would be another year before that statement could be proved or disproved.

Some sources say that Mr Kevin Hsu is trying to restructure his loans.

Carrian Investments, the quoted subsidiary of Carrian Holdings, under Mr George Tan, a Malaysian engineer who is a former bankrupt, became the high flier in the Hongkong property market. Bankers were falling over each other to lend money for little or no security.

BMF was one of nearly 100 banks and finance companies that had lent money to these three companies.

While the press here and in Hongkong has sharpened its attacks on Bank Bumiputra for its loan policies, the bank officials themselves seem certain that the losses are not as high as had been reported. The bank had moved against EDA Investments and its chairman, Mr C M Chung, who has disappeared from the colony and is believed to be in Taiwan.

## Go-ahead likely for freeports

By John Lawless

The Government is this week expected to give the go-ahead for freeports in Britain.

The Institute of Directors, which was represented on the Treasury working party that reported to then Chancellor Sir Geoffrey Howe, last year, said on Friday that it expected a "massive" number of applications to be made for the right to establish freeports.

These are widely used abroad, particularly in the United States. They allow manufacturers to set up plants within strictly controlled zones and to process imported goods without having to pay customs and excise duties.

The duties are then applied only to those products which come into the United Kingdom market, giving firms a considerable cost benefit.

There were fears that the proposal had been lost because of the general election. But the Institute of Directors said that next week's criteria for freeports will probably contain a deadline of October for applications.

The proposal could then become part of next year's Finance Bill, and some freeports could be in operation by the middle of next year.

The Government is known to favour the establishment of two or three experimental zones. Probably candidates to join Rotterdam. Europe's best known freeport, include Felixstowe, Belfast, Manchester, Ringway and Prestwick airports. Most are likely to be located at coastal ports.

## £100m loss feared at British Shipbuilders

By Our Industrial Correspondent

British Shipbuilders, parts of which are high on the Government's privatization list, will announce this week 1982-83 losses of between £70m and £100m.

Sir Robert Atkinson, chairman, who is soon to retire, is certain to take the opportunity to stress the corporation's financial plight and the need for an emergency package. Measures - costing £200m and 8,500 jobs - to give the crisis-ridden merchant shipbuilding division a chance of surviving. Losses increased steadily throughout the corporation's financial year and the second half figure will prove to have been substantially in excess of the £28m deficit recorded in the first six months. Ministers have been shaken by the prospect of the year's losses reaching £100m - ten times more than the

corporation's government-imposed loss limit.

Sir Robert's survival plan includes an almost total freeze on capital investment this year, a new emphasis on achieving greater productivity and the possible closure of two shipyards. Crisis measures are needed, he argues, to cope with the deterioration of world demand and the alleged cut-price activities of Far East shipbuilders.

The Government, however, appears to be reluctant to take action on a short-term basis to save British Shipbuilders and believes that the situation needs a newly drawn long-term strategy. The basis of this is the belief that two elements of the country's nationalized shipbuilding industry - warship production and ship repair - are prime candidates for hiving off.

## Lazard starts bonds fund

Lazard Brothers, the merchant bank, is launching the first quoted multi-currency offshore fund to specialize in deep discount bonds.

Lazard says most of the return on bond investments is in the form of income but that substantial capital gains can be made by buying deep discount bonds.

Its Diversified Bond Fund will offer shares in two forms, income or accumulation. The accumulation shares will keep the dividends from the bonds and capital gains in the Cayman Islands, where the fund is registered.

There is no income but British investors should be liable only for capital gains tax when they sell. Holders of the income shares in Britain will be liable for income or corporation tax.

The fund's portfolio will be concentrated in prime quality bonds in currencies like the dollar, yen, Swiss franc and German mark.

Lazard expects the fund to appeal to private investors prepared to take some risk. The offer for sale is for 25 million shares at \$10 with a minimum subscription of 100 shares.

## INTERNATIONAL TRADE

## VAT net spreads to fairs abroad

The Customs and Excise department has decided to spread its value-added tax net on to the British organizers of overseas trade fairs and companies taking part in them.

The 10,000-plus companies which take stands at exhibitions abroad however, will not suffer financially although they will be involved in considerable amount of form-filling to claim back the VAT.

Its direct impact is on another government department, which will now have to hand back a portion of its budget allocated for export promotion to the Treasury.

The Fairs and Promotions Branch (FPB) of the British Overseas Trade Board is not registered for VAT. Like any other consumer of services, it has to pay VAT, but cannot claim it back.

The suggestion that it is robbing another government department of money earmarked to promote badly needed British export sales.

Last year, FPB paid half the stand rental costs for 7,400 United Kingdom companies exhibiting overseas. It also chipped in generously towards travelling expenses for up to two executives from each company. On numerous occasions, it pays the round-trip freight costs for machines being put on display, which can easily run into several thousands of pounds per item.

Demand has increased to record proportions this year, with the number of subventions certain to top 8,000. However, the FPB does not subsidize all trade sales staged worldwide, especially first-time events, so the total number of exhibitors affected by the VAT decision is considerably larger.

What could alarm exporters is a decision to apply VAT retrospectively. Trade fairs exhibitors are faced with the cumbersome task of claiming an extra 15 per cent from the

companies involved in exhibitions over the past two years.

So far, it is understood, only three companies have received notices from the Customs and Excise authorities, but all others will be brought into the fold.

The International Conference and Exhibitions group has been sent a bill for £10,000. "They are talking about going back two years which will involve a far larger sum than that," Mr David Domoney, its managing director said.

"What concerns us is that, if a firm refuses to pay or has gone out of business, we will still be liable to pay."

"Now it is suddenly being imposed retrospectively."

"We know that the FPB is stretching its budgets to the extreme - and what this means is that it will be unable to support as many exhibitions just at a time when demand is at its greatest," Mr Domoney pointed out.

"What is the point of all making such great efforts to catch an upturn in world trade if the Customs and Excise is going to apply petty bureaucracy to stop it? At the very least, we are just pushing around bits of paper. At worst, losing sales opportunities."

Mr Kenneth Brooks, managing director of Mack Brooks, one of Britain's most important exhibition organizers, said: "The decision is ludicrous. The Customs and Excise is applying the law in a stupid way."

The sums involved are considerable. It would not be untypical for one of our shows overseas to involve space rented out at £1,250,000 - of which the FPB might well be taking anything from 10 to 20 per cent.

John Lawless

## City Editor's Comment

## Survival test on the Stock Exchange

The rule-book debate behind closed doors on the Stock Exchange is about survival - which firms will, and in what form.

The Government has decided to call off the Office of Fair Trading court action over the Exchange's rule book. It is now up to the Exchange to offer proposals which would settle the OFT action outside the restrictive practices court.

The OFT says that parts of the rule book are restrictive because it lays down minimum commission charges, restricts membership and says that a firm can act as either a broker or a jobber, but not as both.

Concessions on some of these points must be made this week, and the decision could mean life or death for some.

Forward-thinking stockbrokers have anticipated change. The result, it is whispered is that the top ten, are already geared to dual capacity. Yet this is one point on which the Exchange is unlikely to offer any concessions.

The real survival test will come for the small and medium-sized brokers, whose voice on the Exchange's ruling council is limited.

They often do not have the spread of business, the research teams, and the lucrative business from government securities and from the large share deals of the big financial institutions.

The introduction of negotiated commissions would clearly put them under pressure. The American experience of a price war would likely be replayed in London and only the big broking firms could be counted upon to emerge intact from such a battle.

The proposal relaxing conditions of entry to allow American brokers to compete shoulder to shoulder through the Exchange would make things worse for them.

Members of small firms might be able to stage a small rearguard action. For, although the Exchange council is allowed to change the rules, officials are unclear whether a change in the conditions of entry

needs a reference to the whole membership.

This week, Sir Nicholas Goodison, Stock Exchange chairman, will disclose the terms of the out-of-court settlement to Mr Cecil Parkinson, the Secretary of State for Trade and Industry.

They must be much more than mere cosmetic changes but should appreciate that slow change is likely to leave fewer scars.

## Breathing space for US

Britain and America are making determined efforts to heal their transatlantic rifts. But are the gaps really being plugged? Or is a diplomatic wallpaper being pasted over them?

Meanwhile, business decisions are being made which will have a far greater impact on Anglo-American relations.

When the US Export Administration Act is renewed this autumn, it will run for five years. Mr William Nicholas, director of the London chamber of commerce, who this month put British industry's case to the US Congress, says that British companies have already warned him that they do not want to be tied in to American supplies of goods and technologies.

Concessions made to Europe in the new Act, they insist, will be in too small print to matter.

Washington is in a catching-up process with its international trade laws. "The rules are well-established in Europe but the US, in a typically brash style, has been putting its own in place" explained an American cooperative law specialist.

Mr William Brock, the US Special Trade Representative, is understood to have told Mr Parkinson that "there really has to be a better way of dealing with these issues" and to have conceded that America had not got its relations right with Europe.

If Britain is allowing the US time to put things right, then the breathing space, for everybody's sake, had better not last too long.

This advertisement does not constitute an invitation to subscribe to the fund; subscription may be made only on the basis of the Memorandum describing the fund.

# THE GUINNESS MAHON BUSINESS EXPANSION FUND

CLOSES 29th JULY 1983

A fund approved by the Inland Revenue under the terms of the Finance Act 1983, giving tax relief for eligible investors in unquoted UK companies.

The fund is the first to be launched by a Merchant Bank under the new legislation, and aims to provide:

1. A direct investment in expanding British business through a spread of investments in young unquoted companies as well as established companies with new management or significant expansion projects.
2. A chance to obtain a high after tax return from the fund by benefiting from the 100% tax relief on the whole amount of participation by qualifying UK investors - up to £40,000 in the current tax year.
3. Professional management experience gained with funds launched under earlier legislation.

\*It should be noted that there are high risks involved in investment in young companies as well as a chance of high rewards.

Subscription to the Fund will be limited to £2½ million, or £5 million in exceptional circumstances. In the event of over-subscription, applications will be dealt with in strict order of receipt. The minimum subscription for each investor is £5,000, the maximum £40,000.

You are invited to send in for a copy of the Memorandum describing the Fund by returning the coupon.

NOTE: Before deciding to proceed with subscription to the Fund, you are advised to seek advice from your accountant, solicitor, stockbroker, bank manager or other professional adviser.

Guinness Mahon Business Expansion Fund  
By Guinness Mahon & Co. Limited, 42 St. Mary's Hill, London EC3P 3AJ  
Please send me a copy of the Memorandum describing the Fund and an application form.

Name \_\_\_\_\_  
Address \_\_\_\_\_  
Postcode \_\_\_\_\_





This document includes particulars given in compliance with the Regulations of the Council of The Stock Exchange for the purpose of giving information with regard to The Diversified Bond Fund Limited ("the Fund"). The Participating Redeemable Preference Shares of 1 cent (US) each in the capital of the Fund ("Participating Shares") are offered on the basis of the information and representations contained in this document. All other information given or representations made by any person must be regarded as unauthorised.

The Directors have taken all reasonable care to ensure that the facts stated herein are true and accurate in all material respects and that there are no other material facts the omission of which would make misleading any statement herein whether of fact or opinion. All the Directors accept responsibility accordingly.

A copy of this prospectus, having attached thereto copies of the Contracts and the Auditors' Consent referred to respectively in paragraphs 6 and 9 of Appendix D, has been delivered to the Registrar of Companies in England and Wales for registration.

Application has been made to the Council of The Stock Exchange for all the Participating Shares, issued and available to be issued, to be admitted to the Official List.

The consent of the Finance and Economics Committee of the States of Jersey under the Control of Borrowing (Jersey) Order 1956 (as amended) has been obtained for the issue of up to 25,000,000 Participating Shares. It must be distinctly understood that in giving this consent the Finance and Economics Committee does not take any responsibility for the financial soundness of any schemes or for the correctness of any of the statements made or opinions expressed with regard to them.

The distribution of this prospectus and the offering of Participating Shares may be restricted in certain jurisdictions. It is the responsibility of any person in possession of this prospectus and any person wishing to make applications for Participating Shares pursuant to this prospectus to inform themselves of and to observe all applicable laws and regulations of any relevant jurisdiction.

This prospectus does not constitute an offer or solicitation by anyone in any jurisdiction in which such offer or solicitation is not authorised or to any person to whom it is unlawful to make such offer or solicitation. In particular, the Participating Shares have not been registered under the United States Securities Act of 1933 and, except in a placement by the Fund that does not involve a public offering, may not be directly or indirectly offered or sold in the United States or for the benefit of United States persons, or to others purchasing the Participating Shares for re-offering, re-sale or delivery directly or indirectly in the United States, or as for the benefit of any such persons. No application for any Participating Shares pursuant to the offer contained in this prospectus will be accepted from any person who is unable to make a declaration stating that such person is not a US person and that, upon the registration of such shares in the relevant name or names, no US person will be interested in such shares.

For the purposes of this prospectus and the accompanying Application Form, "United States" means the United States of America, each state thereof, its territories and possessions and all areas subject to its jurisdiction; and "US person" means a citizen or resident of the United States, a partnership or corporation created or organised in the United States or under the laws of the United States or its estate or trust (other than an estate or trust the income of which from sources outside the United States is not effectively connected with the conduct of trade or business within the United States and is not included for purposes of computing United States federal income tax).

This prospectus shall not constitute an invitation to the public in the Cayman Islands to subscribe for any of the Participating Shares.

Statements made in this prospectus are based on the law and practice currently in force in the Cayman Islands, the United Kingdom and Jersey, and are subject to changes therein.

21 July 1983

# The Diversified Bond Fund Limited

(An exempted company incorporated with limited liability on 14 July 1983 under the provisions of the Companies Law, Cap. 22 as amended of the Cayman Islands)

**Offer for subscription of up to 25,000,000 Participating Redeemable Preference Shares of 1 cent (US) each at US \$10 per share payable in full on application.**

**The Participating Redeemable Preference Shares are available to be issued as Participating Income Shares or as Participating Accumulation Shares**

## Share Capital

Authorised		Nominal
10,000	Management Shares of US \$1 each	US \$10,000
29,000,000	*Unclassified Shares of US 1 cent each	US \$290,000
		US \$300,000
Issued, or now being offered		Total (including premium)
1,000	Management Shares of US \$1 each	US \$1,000
25,000,000	Unclassified Shares of US 1 cent each to be issued as Participating Income Shares or as Participating Accumulation Shares	US \$250,000,000

\*Unclassified Shares may be issued as Participating Redeemable Preference Shares or as Nominal Shares. The Participating Redeemable Preference Shares may be issued as Participating Income Shares or as Participating Accumulation Shares. The Nominal Shares may only be issued at par for the purposes of providing funds for the repayment of the nominal amount of any Participating Shares redeemed. Further details are set out in Appendix A below.

**Indebtedness.** At the close of business on 20 July 1983 the Fund did not have any debentures, loan capital (including term loans) outstanding or created but unissued nor any other borrowings, mortgages, charges or indebtedness in the nature of borrowings, including bank overdrafts, liabilities under acceptances or acceptance credits, hire-purchase commitments, guarantees or any other material contingent liabilities.

**Issue of Participating Shares.** Offer for subscription of up to 25,000,000 Participating Shares of 1 cent (US) each at US \$10 per share payable in full on application. The Participating Shares are available to be issued as Participating Income Shares or as Participating Accumulation Shares.

The subscription lists for the Participating Shares offered will open at 10.00 am on 3 August 1983 and will close not later than 3.30 pm on the same day. For information as to how to subscribe, see Procedure for Subscription.

This prospectus does not constitute an offer or invitation in respect of Participating Shares at any time after 3 August 1983.

In the event that the amount raised by the issue of Participating Shares pursuant to this offer is less than US \$1,000,000 (see paragraph 8 of Appendix D) all application monies will be returned to applicants at their risk and will be posted not later than 10 August 1983.

## Directors

Christopher Brunton Melliush (Chairman)  
Thundridge Hill, Ware, Hertfordshire,  
United Kingdom.

(Director, Lazard Brothers & Co., Limited)

Dr. Roberto Ramon Aleman  
Golf Heights, City of Panama,  
Republic of Panama.

(Partner, Icaza, Gonzalez-Ruiz & Aleman)

Walter Albert Eberstadt  
1035 Fifth Avenue, New York, N.Y. 10028,  
United States of America.  
(General Partner, Lazard Freres & Co., (New York))

Peter Timothy Hart  
Le Tapis, Clos Royale, Grouville, Jersey,  
Channel Islands.  
(Manager/Secretary, Lazard Securities (Jersey) Limited)

Thorleif Monsen  
Lyford Cay, New Providence, Bahamas.  
(President, Aall & Company Limited Inc. (George  
Town, Grand Cayman))

## Eric John Sainsbury

Kenton, Harrington Sound Road, Smiths Parish,  
Bermuda.

(Managing Director, Argus Insurance Company  
Limited (Bermuda))

Alan Charles Wrigley  
Mantles Green Cottage, Hyde Heath,  
Buckinghamshire, United Kingdom.  
(Director, Lazard Securities Limited)

## Administration

**Registered Office**  
The Aall Building, North Church Street,  
Grand Cayman, Cayman Islands,  
British West Indies.

**Manager**  
Lazard Securities (Jersey) Limited,  
2-6 Church Street, St. Helier, Jersey, Channel Islands.  
Telephone: Jersey (0534) 37361 Telex: 4192154

**Secretary and Registrar**  
Aall Trust & Banking Corporation Ltd.,  
The Aall Building, North Church Street.

Grand Cayman, Cayman Islands,  
British West Indies.

Telephone: Grand Cayman 94355 Telex: 4303 CP

## Investment Adviser

Lazard Securities Limited,  
21 Moorfields, London EC2P 2HT,  
United Kingdom.

## Custodian

Morgan Guaranty Trust Company of New York  
(Jersey Branch), Queensway House,  
Queen Street, St. Helier, Jersey, Channel Islands.

## Joint Auditors

**In the Cayman Islands:**  
Coopers & Lybrand, Chartered Accountants  
Cayman International Trust Building,  
PO Box 219, Grand Cayman, Cayman Islands,  
British West Indies.

## In Jersey:

Coopers & Lybrand, Chartered Accountants  
La Motte Chambers, St. Helier, Jersey,  
Channel Islands.

## Bankers

Lazard Brothers & Co., (Jersey) Limited,  
2-6 Church Street, St. Helier, Jersey,  
Channel Islands.

## Stockbrokers

Cazenove & Co.,  
12 Tokenhouse Yard, London EC2R 7AN,  
United Kingdom and The Stock Exchange.

## Legal Advisers

**In the Cayman Islands:**  
Maples and Calder, Attorneys at Law  
Cayman International Trust Building,  
PO Box 309, Grand Cayman, Cayman Islands,  
British West Indies.

## In England:

Freshfields, Solicitors  
Grindall House, 25 Newgate Street,  
London EC1A 7LH, United Kingdom.

## In Jersey:

Michael Voisin & Co., Advocates  
PO Box 31, Templar House, Don Road,  
St. Helier, Jersey, Channel Islands.

## Objectives of the Fund

The Fund was incorporated with limited liability on 14 July 1983 under the provisions of the Companies Law, Cap. 22 as amended of the Cayman Islands. It will operate in a similar way to a unit trust in that each week it may issue and redeem Participating Shares at prices based on the Fund's underlying net asset value. The Fund's share capital is described in Appendix A.

This prospectus relates to the initial offer of 25,000,000 Participating Shares in the Fund at US \$10 per Participating Share.

The Fund aims to provide investors with a professionally managed portfolio of fixed interest securities and securities issued at a discount in the international capital markets, denominated in US dollars, deutschmarks, Dutch guilders, pounds sterling, Swiss francs, French francs, Japanese yen, Canadian dollars and Norwegian kroner.

It is in the nature of bond investment that a large part of the return generally arises as income. But the Directors believe that there are significant investment opportunities in purchasing deep discount bonds and notes where substantial capital gains (including the discount) may arise. Accordingly, the Fund may include a large proportion of deep discount bonds and notes in its portfolio, thus giving rise to capital gains (including discounts) rather than income. In current conditions it is expected that the Fund's portfolio would earn an income yield of approximately 5 per cent per annum.

## Investment Policy

A large proportion of the bonds in the Fund's portfolio is likely to consist of eurocurrency instruments together with bonds issued in those countries where no tax is withheld at source on interest and zero or low coupon bonds. It will be the Directors' intention to concentrate the portfolio on prime quality issues, in order to maintain a high degree of marketability. The Fund will make a reasonable spread of investments and its Articles of Association contain certain restrictions on the Fund's investment policy, including a provision that, at the time of acquisition, the value of the Fund's interest in any investment shall not exceed 15 per cent of

the value of the Fund's total investments; further details of the restrictions will be found in paragraph 15 of Appendix D.

Those of the Fund's assets not committed to the longer term markets may be held either as cash on deposit, invested in short-term negotiable securities such as certificates of deposit, bank acceptances and treasury bills, or invested in floating rate instruments on which the rate of interest is periodically reviewed. The Directors will seek to protect the capital value of the Fund by shortening the average maturity of the investments in periods of rising interest rates. Therefore, the proportion of the assets of the Fund held in cash and short-term instruments may be considerable and may vary from time to time according to the Directors' views of the likely movements in interest rates.

The anticipated movement of foreign exchange values is an important part of investment decisions both in selecting long-term securities and in choosing currencies in which to hold funds. However, active dealings in the foreign exchange markets are not contemplated.

## Directors of the Fund

Christopher Brunton Melliush (Chairman) (aged 47), is a Director of Lazard Brothers & Co., Limited and Joint Managing Director of Lazard Securities Limited. He is also a Director of MGM Assurance Limited.

Roberto Ramon Aleman (aged 61) is a partner of the law firm of Icaza, Gonzalez-Ruiz & Aleman, City of Panama, Republic of Panama. He is a Director of Unilac Inc., and has served his country as Ambassador of Panama to the United States of America and as a Member of the Constitution Revision Commission.

Walter Albert Eberstadt (aged 62) is a general partner of Lazard Freres and Co., One Rockefeller Plaza, New York, N.Y. 10020, United States of America. In addition, he is a Director of Transocean Holding Corporation and a Member of the International Capital Markets Committee of the New York Stock Exchange.

Peter Timothy Hart (aged 31) is a manager of and secretary of Lazard Securities (Jersey) Limited.

Thorleif Monsen (aged 73) is President of Aall & Company Limited Inc. In addition, he is President of Aall Trust & Banking Corporation Ltd. and a Director of a number of other private companies.

Eric John Sainsbury (aged 50) is Managing Director of Argus Insurance Company Limited, Bermuda, and each of its subsidiaries. He is also a Director of a number of Bermuda Exempted Companies.

Alan Charles Wrigley (aged 37) is a Director of Lazard Securities Limited. In addition, he is a Director of Aall Trust & Banking Corporation Ltd.

## Participating Income Shares and Participating Accumulation Shares

The Participating Shares offered for subscription are available to be issued as Participating Income Shares or as Participating Accumulation Shares. The two classes carry the same rights except in the following respects. The Participating Income Shares carry a right to dividends. The Participating Accumulation Shares carry no right to dividends. Instead, they carry a right to an increased share in the underlying assets of the Fund.

On each Valuation Day a calculation is carried out to determine the proportion of the Fund's assets attributable to the Participating Income Shares and the Participating Accumulation Shares, taking into account any dividends paid to the holders of the Participating Income Shares and alterations in the numbers of shares in issue of each class. This apportionment then forms the basis for calculating the subscription and redemption prices of the two classes of shares and their respective rights to surplus assets on a winding-up. For further details see Appendix A.

صكرا من الامل



## The Diversified Bond Fund Limited — continued

### Dividend Policy

Every year the Directors will determine the amount of income available for distribution in meeting management, secretarial, custodian and other expenses. This amount will be apportioned between the Participating Income Shares and the Participating Accumulation Shares on the basis of the apportionment of the underlying assets of the Fund between these two classes of shares.

Substantially all of the amount apportioned to the Participating Income Shares will be distributed to holders of Participating Income Shares by way of half-yearly dividends.

Receipts of the Fund arising in the form of gains on the sale or redemption of securities, including any discounts on securities originally issued at a discount, will not be treated as income.

Dividends will be paid without deduction of tax in the Cayman Islands. The first such dividend will be paid to holders of Participating Income Shares on the register on 30 January 1984.

In current conditions, it is expected that the Fund's portfolio would earn an income yield of approximately 5 per cent. per annum. Recurrent expenses are estimated at 1 per cent. per annum of the value of the Fund, leaving about 4 per cent. per annum to be apportioned between the Participating Income Shares and Participating Accumulation Shares.

### Procedure for Subscription

Application should be made on the application form provided and must be for a minimum of 100 Participating Shares.

Each application must be accompanied either by a separate United States dollar cheque or bank's draft for the full amount payable on application. The application should be sent to:

Lazard Brothers & Co., (Jersey) Limited,  
PO Box 108, 2-6 Church Street, St. Helier, Jersey, Channel Islands.

as to arrive not later than 10.00 am on 3 August 1983. Cheques should be made payable to Lazard Securities (Jersey) Limited.

On completion and delivery of the application form accompanied by a cheque will constitute legally enforceable promise that the cheque will be honoured on first presentation. The Fund reserves the right to reject any application in whole or in part in which event the application monies or any balance thereof will be posted to the applicant at his own risk not later than 30 August 1983. Applications will not be acknowledged but certificates for Participating Shares issued will be posted at the applicant's risk not later than 31 August 1983.

Acceptance of applications will be conditional on the Council of The Stock Exchange admitting to the Official List on or before 3 August 1983 the Participating Shares issued and available to be issued. Monies paid in respect of all applications will be returned if such listing is not obtained on or before that date.

Copies of this prospectus, incorporating the application form, may be obtained from:

Lazard Brothers & Co., Limited,  
21 Moorfields, London EC2P 2HT, United Kingdom.

Lazard Brothers & Co., (Jersey) Limited,  
PO Box 108, 2-6 Church Street, St. Helier, Jersey, Channel Islands.

Aall Trust & Banking Corporation Ltd.,  
The Aall Building, North Church Street, Grand Cayman, Cayman Islands,  
British West Indies.

### Management and Administration

#### The Manager

Lazard Securities (Jersey) Limited ("LSJ") will act as manager of the Fund. As manager LSJ will be responsible to the Directors for managing the business of the Fund. LSJ may be authorised by the Fund in certain circumstances to instruct the custodian to hold the assets of the Fund on trust for the benefit of the Fund's creditors and shareholders rather than to the order of the Fund (see Appendix A).

LSJ is a wholly-owned subsidiary of Lazard Brothers & Co., (Jersey) Limited which is a registered Jersey bank and a wholly-owned subsidiary of Lazard Brothers & Co., Limited, a major London Accepting House. LSJ manages Lazard Brothers International Income Fund Limited, Lazard Brothers Sterling Reserve Fund Limited, Lazard Brothers International Capital Fund (Cayman) Limited, Lazard Brothers International Asset Fund Limited, The Capital Growth Bond Fund Limited, Lazard Brothers Far Eastern Fund Limited, Lazard Brothers North American Fund Limited and other portfolios, which together have total investments whose value exceeds US \$465 million.

#### Secretary and Registrar

Aall Trust & Banking Corporation Ltd. ("ATB") will act as the secretary and registrar of the Fund. ATB is a wholly-owned subsidiary of Aall & Company Limited Inc., one of the world's largest ship brokers. ATB is a bank licensed and registered under the laws of the Cayman Islands which provides trust, investment and banking services.

Under the provisions of an existing management agreement made between Aall & Company Limited Inc., and Lazard Brothers & Co., Limited, Lazard Brothers & Co., Limited provides technical assistance to ATB and two directors to the board of ATB and is entitled to receive a share of the earnings of ATB.

#### Investment Adviser

Lazard Securities Limited, a wholly-owned subsidiary of Lazard Brothers & Co., Limited, has been appointed investment adviser to LSJ and will provide investment policy guidance and advice.

Lazard Securities Limited is responsible for providing all the investment, management and advisory services offered by Lazard Brothers & Co., Limited. It manages worldwide investments totalling approximately US \$3½ billion for UK and overseas clients, and has considerable experience in the eurobond and other fixed interest markets.

#### Custodian

Morgan Guaranty Trust Company of New York, Jersey Branch ("MGT") will act as custodian of the Fund. All of the assets of the Fund will be held by MGT or to its order. MGT may appoint sub-custodians, nominees and agents to perform its duties or discretions provided that MGT remains liable for any acts or omissions of, or loss directly or indirectly caused by, any such persons. Lazard Brothers & Co., Limited will act as nominee of MGT to hold certain of the Fund's investments to the order of the custodian.

LSJ, ATB, Lazard Securities Limited and MGT were appointed under the agreements referred to in paragraph 6 of Appendix D.

### Charges and Fees

#### LSJ

In respect of its services as manager LSJ will receive from the Fund a quarterly fee of a three-hundredths part of one per cent. of the average of the values of the net assets of the Fund as at each Valuation Day during the relevant quarter (which valuation will be calculated in accordance with the provisions in the Articles of Association for determining the subscription price of Participating Shares).

LSJ will make no initial charge to investors in respect of Participating Shares to be allotted on 8 August 1983 but on subsequent issues it may retain for its own benefit an initial charge of up to three per cent. of the subscription price of the Participating Shares plus the amount necessary to round up the subscription price of each Participating Share to the nearest whole cent.

In secondary market transactions members of the Lazard Brothers & Co., Limited group ("the Lazard group") will make no charges, commission or dealing profit on transactions with the Fund. Where any member of the Lazard group participates in the underwriting and/or placement of new issues of securities and subsequently such securities are sold to the Fund by any member of the Lazard group, any placement discounts earned in respect of the placement of the issue will generally be passed on to the Fund, but any underwriting fees will generally be retained by the relevant member of the Lazard group.

The investment adviser, Lazard Securities Limited, will receive fees. Those will not be borne by the Fund but will be paid by LSJ out of its own fees.

#### ATB

ATB will receive from the Fund a quarterly fee of a one thirty-second part of one per cent. of the average of the values of the net assets of the Fund (calculated as in the case of LSJ's fee). This fee will be reduced, on a sliding scale, where the average of the net asset values of the Fund exceeds US \$40 million. On the first US \$10 million in excess of US \$40 million, the percentage calculation of ATB's quarterly fee will be reduced by one-half to a one sixteenth part of one per cent. On the next US \$10 million in excess of the percentage calculation will be further reduced to a one one-hundred-and-twenty-eighth part of one per cent. On any excess over US \$60 million the percentage calculation of ATB's fee will be reduced to a one two-hundred-and-fifty-sixth part of one per cent.

#### MGT

In respect of its services as custodian MGT will receive from the Fund a quarterly fee of a one thirty-second part of one per cent. of the average of the values of the net assets of the Fund (calculated as in the case of LSJ's fee). This fee will be reduced on a sliding scale where the average of the net asset values exceeds US \$40 million (in the same manner as ATB's fee). MGT will meet any expenses or fees of its sub-custodians, nominees and agents, including Lazard Brothers & Co., Limited, out of its remuneration.

#### Other Expenses

The Fund will be responsible for certain expenses as specified in the registrar and secretarial, custodian and management agreements such as audit fees, stamp and other duties and charges incurred on the acquisition and realisation of investments with the initial issue of Participating Shares formation expenses and all expenses in connection with the Stock Exchange (other than those specified in paragraph 2 of Appendix D) these expenses being amortised over a period of five years from the dates on which they were incurred. LSJ, ATB and MGT will meet all other expenses incurred by them in connection with their services.

#### Taxation

Application has been made to the Governor-in-Council of the Cayman Islands for an undertaking that the Fund will not be chargeable to tax in the Cayman Islands on its income or its capital gains arising in the Cayman Islands or elsewhere for a period of twenty years. Dividends of the Fund will be payable without deduction of tax to shareholders resident in or outside the Cayman Islands. No stamp duty is levied in the Cayman Islands on the transfer or redemption of Participating Shares in the Fund. The only tax which will be chargeable on the Fund in the Cayman Islands is an annual charge calculated on the nominal amount of the Fund's authorised share capital of the Fund which, at current rates, will not exceed approximately US \$1,465 in any year.

It is intended that the Fund will not be resident in the United Kingdom for taxation purposes. The Jersey Comptroller of Income Tax has confirmed that he is satisfied that the proposed manner of management and control of the Fund, and the performance by LSJ of its duties under the management agreement, are such that the Fund will not be or become liable to tax in Jersey.

The investments of the Fund will be made in such a way as to seek to minimise tax of other countries deductible at source or withheld from any income or capital receipts of the Fund on its investments.

### Investors in the United Kingdom

Holders of Participating Shares who are resident in the United Kingdom for tax purposes will, depending on their individual circumstances, be liable to United Kingdom income tax or corporation tax on dividends paid by the Fund. Holders (other than those holding shares as dealing stock who are subject to different rules), who are resident or ordinarily resident in the United Kingdom, may be liable to United Kingdom capital gains tax or corporation tax in respect of gains arising from the disposal or redemption of Participating Shares.

Clearance under section 464 of the Income and Corporation Taxes Act 1970 (cancellation of the advantages from certain transactions in securities) has been given by the United Kingdom Board of Inland Revenue in relation to (inter alia):

a. the issue of the Unclassified Shares of the Fund as Participating Shares or as Nominal Shares;

b. the subsequent redemption by the Fund of Participating Shares and Nominal Shares.

The attention of individuals ordinarily resident in the United Kingdom is drawn to section 478 of the Income and Corporation Taxes Act 1970, as amended, and to section 45 of the Finance Act 1981 which may, in certain circumstances, render them liable to United Kingdom income tax in respect of income of the Fund.

The first United Kingdom Finance Bill of 1983 (as originally introduced) contained provisions concerning the taxation of international business. The present government has indicated that those provisions will not be introduced before 1984. If provisions of the same or similar nature eventually become law, companies resident for tax purposes in the United Kingdom having a sufficient interest in the Fund could in certain circumstances be chargeable to United Kingdom corporation tax in respect of the Fund's income.

### Investors in Jersey

The attention of Jersey residents is drawn to Article 134A of the Income Tax (Jersey) Law, 1961, which may render a shareholder so resident liable to income tax on undistributed income and profits of the Fund. The Fund has undertaken to deduct Jersey income tax at source from any dividends paid to Jersey residents and to account for such tax to the Comptroller of Income Tax in Jersey.

The foregoing is based on the law and practice currently in force in the Cayman Islands, the United Kingdom and Jersey, and is subject to changes therein. However, investors in any jurisdiction should consult their professional advisers on the possible tax, exchange control or other consequences of buying, holding, selling or redeeming Participating Shares under the laws of their country of citizenship, residence or domicile.

### Redemption of Participating Shares

Participating Shares may, except where there is a suspension of the valuation of assets (see below), be redeemed on any Subscription Day at the redemption price. LSJ may elect to purchase at a price not less than the redemption price any Participating Shares presented for redemption. The redemption price per Participating Share is determined in accordance with the Articles of Association. In summary, it is determined by assessing the value of the net assets of the Fund on the relevant Valuation Day, deducting the paid-up capital on Nominal and Management Shares in issue and a provision for duties and charges payable on a deemed realisation of the whole of the Fund's portfolio, ascertaining the proportion of that amount that is attributable to each class of Participating Share, and dividing the amount of the respective proportions so ascertained by the total number of Participating Shares of the relevant class in issue and deemed to be in issue. The resulting figure is adjusted downwards to the nearest whole cent (the amount necessary to effect such downward adjustment being payable to LSJ for its absolute use and benefit).

To redeem all or part of his holding, a shareholder should complete the form on the back of each share certificate and send the certificate to LSJ. In order to qualify for redemption on a particular Subscription Day, instructions should be received not later than 3.30 pm on the immediately preceding business day. Requests for redemption received late may be held over until the next Subscription Day.

Requests for redemption once made may be withdrawn only in the event of a suspension of the valuation of the Fund's assets.

Any amount payable to a shareholder in connection with requests for redemption will be paid by dollar cheque and will be posted to the shareholder (or for amounts in excess of US \$20,000 cabled or teleaxed to a bank at the shareholder's request and expense) within five business days after the later of the date on which the redemption (or purchase) takes effect and the date of receipt of a duly endorsed certificate for the Shares to be redeemed or purchased.

The Fund shall not be bound to redeem on any one Subscription Day more than one-eighth of the total number of Participating Shares then in issue.

If at any time after the fifth anniversary of the incorporation of the Fund the value of the Fund's net assets shall, on each Subscription Day within a period of 26 consecutive weeks, be less than US \$1,000,000 the Fund may redeem all the Participating Shares then in issue at the ruling redemption price.

### Accounts and Reports

The Fund's first financial period will end on the last Valuation Day in July 1984. Subsequent financial periods will end on the last Valuation Day in July of each succeeding year. Copies of the audited accounts of the Fund for a financial period will be sent to shareholders at their registered address normally during the following September. Shareholders will also be sent half-yearly reports relating to the Fund normally during March in each year.

### Subscription and Valuation Days

Subscription Days will normally be every Wednesday, or if that day is not a business day the next following business day, or such other day as may from time to time be determined by the Directors. The first Subscription Day after the initial issue of Participating Shares will be 10 August 1983.

After the initial issue, the net assets of the Fund will be valued on each Valuation Day which will normally be the business day immediately preceding the day before each Subscription Day. However, the Directors may suspend valuation if, in their opinion, it is not reasonably practicable for the Fund to dispose of investments or fairly to determine the value of net assets, or if a breakdown occurs in any of the means normally employed to ascertain such value.

### Valuations

The Articles of Association provide that eurobonds are generally to be valued at prices quoted at noon on the day before the relevant Valuation Day in the over-the-counter market in London, and quoted securities generally at closing market prices on the day before the relevant Valuation Day. The market value of treasury bills, bank acceptances, trade bills and certificates of deposit will be determined at noon on the relevant Valuation Day. Other unquoted investments will be valued at Directors' valuation, including any discount which the Directors think appropriate to reflect their true current value. All valuations of interest-bearing assets will include interest accruing up to the Valuation Day in question.

### Underlying Companies

The Articles of Association of the Fund allow it to hold investments through the medium of one or more companies, trusts or other legal entities (termed "underlying companies") which would be wholly owned by the Fund. The Directors of the Fund may establish such an underlying company for the purpose of holding all or part of the investments of the Fund if they consider this to be in the interests of shareholders. For the purpose of determining the value of the net assets of the Fund, the Fund and any underlying company will be valued on a consolidated basis.

### Publication of Prices of Participating Shares

The quotations for Participating Shares on The Stock Exchange will appear in The Stock Exchange Daily Official List. The manager will also arrange for the Financial Times to publish daily in the "Offshore and Overseas Funds" section the prices for the Participating Shares.

### Further Information

Further information is contained in the following Appendices:

- Share Capital and Rights
- Auditors' Report
- Articles of Association — Directors
- General Information
- Documents available for inspection

### APPENDIX A

#### Share Capital and Rights

The authorised share capital of the Fund is US \$300,000, divided into 10,000 Management Shares of US \$1 each and 20,000 Unclassified Shares of 1 cent (US) each. The Unclassified Shares may be issued as Participating Income Shares, Participating Accumulation Shares or Nominal Shares. At the date hereof no Participating Shares or Nominal Shares have been issued. 1,000 Management Shares have been issued for cash at par. It is intended that those Management Shares will be acquired by LSJ.

#### Management Shares

The Management Shares have been created in order that Participating Shares may be issued. (Under the laws of the Cayman Islands, the Participating Shares, to be redeemable, have to be preference shares. The Management Shares must have a preference over some other class of share capital.) The Management Shares carry one vote on a poll, do not carry any right to dividends and, in a winding-up, rank only for a return of paid up capital (after the return of nominal capital paid up on Participating Shares and Nominal Shares).

#### Participating Shares

The Participating Income Shares carry a right to dividends declared by the Fund in general meeting or resolved to be paid by the Directors. The Participating Accumulation Shares carry no right to dividends. Instead they have a right to an increased share in the assets of the Fund.

Under the Articles of Association of the Fund the proportion of the net assets of the Fund that is attributable to the Participating Income Shares in aggregate and to the Participating Accumulation Shares in aggregate is determined as follows:

- Each Participating Income Share is treated as representing one undivided share in the Fund's net assets.
- Each Participating Accumulation Share comprised in the initial issue of Participating Accumulation Shares is treated, upon issue, as one undivided share in the Fund's net assets.
- Each Participating Accumulation Share issued after the initial issue of Participating Accumulation Shares is treated as representing, upon issue, the same number (including fractions) of undivided shares in the Fund's net assets as each Participating Accumulation Share then in issue.
- On each occasion when Participating Accumulation Shares are in issue or deemed to be in issue and a dividend is declared in respect of the Participating Income Shares, the number (including fractions) of undivided shares in the Fund's net assets represented by each Participating Accumulation Share is treated as increased to such extent (as nearly as may be without involving a fraction smaller than one ten-thousandth part of an undivided share) that the minimum price at which a Participating Accumulation Share may be issued (which is based on the value of the net assets of the Fund) shall remain unchanged, notwithstanding the declaration of the dividend in respect of the Participating Income Shares which reduces the value of the Fund's net assets.
- The proportion of the Fund's net assets attributable to the aggregate of either Participating Income Shares or Participating Accumulation Shares is the proportion of the net assets of the Fund as the total number of undivided shares represented by the Participating Shares of the particular class in question bears to the total number of undivided shares represented by all Participating Shares.

Each holder of Participating Shares will be entitled, on a poll, to one vote for each Participating Share held. In a winding-up, each Participating Share carries a right to a return of the nominal capital paid up in respect of such share in priority to the repayment of the nominal amounts paid up on Nominal and Management Shares. After the return of the nominal capital paid up on Nominal and Management Shares any surplus assets will be apportioned between the Participating Income Shares and Participating Accumulation Shares according to their respective interests in the net assets.

All Participating Shares not previously redeemed will be redeemed by the Fund on 31 December 2003 or if that day is not a business day on the next following business day, at the redemption price on the day in question.

LSJ as manager is empowered under the Articles of Association to require the transfer or redemption of any Participating Share which is owned directly or beneficially by any person in breach of any law or requirement of any country or government authority by virtue of which such person is not qualified to hold such Participating Share.

### Further Issues of Participating Shares

The Articles of Association provide that, after the initial issue of Participating Shares, and except where there is a suspension of the valuation of the Fund's assets, further Participating Shares of each class may be issued on Subscription Days at a price per Participating Share of not less than that determined by assessing the value of the Fund's net assets on the relevant Valuation Day, deducting the paid up capital on the Nominal and Management Shares in issue, adding a provision for duties and charges payable on a deemed acquisition of the whole of the Fund's portfolio, ascertaining the proportion of that amount attributable to each class of Participating Share, and dividing the amount of the respective proportions so ascertained by the total number of Participating Shares of the relevant class in issue and deemed to be in issue. The price per Participating Share so calculated may then be increased by a manager's fee of an amount not exceeding three per cent. of such price plus the amount necessary to round up the resulting sum to the nearest whole cent.

### Nominal Shares

The Nominal Shares can only be issued at par and only for the purpose of providing funds for the repayment of the nominal amount of Participating Shares redeemed. They will be issued only to LSJ as the manager. They carry no right to dividends. In a winding-up, they carry the right to repayment of nominal capital paid up in priority to repayment of nominal capital paid up on the Management Shares. Each holder of Nominal Shares is entitled, on a poll, to one vote in respect of all the Nominal Shares held by him.

LSJ is obliged to subscribe for Nominal Shares for cash at par when Participating Shares are redeemed, unless the Directors decide that the nominal amount of such Participating Shares is to be redeemed out of profits. Nominal Shares may, at the option of LSJ and by payment of the appropriate sum to the Fund, be converted into Participating Shares of either class for sale to investors.

### Variation of Rights

The rights attached to any class of shares may, subject to the laws of the Cayman Islands or unless otherwise provided by the terms of issue of the shares of that class, be varied or abrogated with the consent in writing of the holders of three-quarters of the issued shares of that class or with the sanction of a resolution passed at a separate meeting of the holders of the shares of the class by a majority of three-quarters of the votes cast at that meeting. For these purposes, the Directors may treat all the classes of Participating Shares as forming one class if they consider that all such classes would be affected in the same way by the proposed variation. The intention is that, on instructions being given by the manager to the custodian, shareholders' rights in the Fund would be varied by the custodian. The rights attached to the Participating Shares are deemed to be varied by any variation of the rights attached to shares of any other class or by the creation or issue of any shares other than Participating Shares ranking par with them as respects dividend rights and rights in a winding-up and on a reduction of capital. Subject to the above, the rights conferred on the holders of any shares issued with preferred or other rights shall, unless otherwise expressly provided by the conditions of issue of such shares, be deemed not to be varied by the creation or issue of further shares ranking in any respect pari passu with them.

### Safeguarding the interests of shareholders

The Fund has given to the manager power in certain circumstances to instruct the custodian to cease to hold the Fund's assets to the Fund's order and instead to hold those assets on trust (broadly) to discharge all liabilities of the Fund to creditors and to distribute any surplus remaining to shareholders on terms similar to the rights of shareholders under the Articles of Association of the Fund. This procedure is designed to safeguard the interests of shareholders and creditors and would be implemented only if the manager considered it to be desirable for any reason to safeguard those interests. The intention is that, on instructions being given by the manager to the custodian, shareholders' rights in the Fund would be varied by the custodian. The rights attached to the Participating Shares are deemed to be varied by any variation of the rights attached to shares of any other class or by the creation or issue of any shares other than Participating Shares ranking par with them as respects dividend rights and rights in a winding-up and on a reduction of capital. Subject to the above, the rights conferred on the holders of any shares issued with preferred or other rights shall, unless otherwise expressly provided by the conditions of issue of such shares, be deemed not to be varied by the creation or issue of further shares ranking in any respect pari passu with them.

### APPENDIX B

#### Auditors' Report

The following is a copy of reports addressed to the Directors of the Fund by Coopers & Lybrand in the Cayman Islands and in Jersey, the joint Auditors of the Fund:

To the Directors,  
The Diversified Bond Fund Limited,  
19 July 1983.

Dear Sirs,

The Diversified Bond Fund Limited ("the Fund") was incorporated on 14 July 1983. The Fund has not commenced trading and no accounts for the Fund have been made up and no dividends have been declared or paid.

Yours faithfully,

Coopers & Lybrand, Jersey, Channel Islands Coopers & Lybrand, Cayman Islands.

### APPENDIX C

#### The Articles of Association — Directors

The Articles of Association contain provisions relating to Directors (inter alia) as follows:

- A Director may act in a professional capacity for the Fund (other than as Auditor) and may receive remuneration for such professional services. A Director may also hold other office or place of profit with the Fund (other than the office of Auditor) and may be a director, officer or member of any company in which the Fund may be interested.
- A Director may contract with the Fund and no contract or arrangement made by the Fund in which any Director is in any way interested shall be liable to be avoided, but the nature of his interest must be declared at a meeting of the Directors.
- A Director may not normally vote in respect of any contract in which he is materially interested.
- Unless and until otherwise determined from time to time by the Fund in general meeting each Director shall be entitled to such remuneration for his services as the Directors shall from time to time resolve, provided that the aggregate remuneration of all the Directors shall not exceed US \$10,000 in respect of any financial period of the Fund. The Directors may also be reimbursed for expenses incurred in connection with the business of the Fund and may receive remuneration for special services. However, Directors of the Fund who are also employees or directors of any company in the Lazard group will receive no remuneration.
- The Directors may exercise the powers of the Fund to borrow subject to the limitations referred to in paragraph 12 of Appendix D.
- There is no share qualification for Directors.
- There is no age limit for Directors.
- A Director may be removed at any time by ordinary resolution of the Fund in general meeting.

### APPENDIX D

#### General Information

- The Constitution of the Fund is defined in its Memorandum and Articles of Association. Its registered office is at The Aall Building, North Church Street, Grand Cayman, Cayman Islands, British West Indies.
- The expenses incurred in the formation of the Fund are estimated to amount to US \$10,000 which will be paid by the Fund. The expenses incurred in connection with the initial issue of Participating Shares and obtaining The Stock Exchange listing (including the fees of legal, accountancy and finance advisers, printing and advertising costs) and The Stock Exchange listing fees are estimated to amount to US \$150,000. US \$40,000 of this will be paid by LSJ and the balance will be paid by the Fund. The expenses to be borne by the Fund will be amortised over a period of five years from the dates on which they are incurred, and will be charged against income.
- The Fund is not engaged in any litigation or arbitration or no litigation or claim is known to the Directors to be pending or threatened against the Fund.
- LSJ may at its discretion pay out of its management fee a commission to agents in respect of the amount of subscriptions procured by such agents.
- There are no existing or proposed service contracts between any of the Directors and the Fund, but the Directors may receive remuneration as provided in the Articles of Association (see Appendix C). It is estimated that the Directors' remuneration in aggregate will not exceed US \$10,000 in the Fund's first financial period.
- The following contracts, which are or may be material, have been entered into otherwise than in the ordinary course of business:
  - a management agreement between (1) the Fund and (2) LSJ dated 21 July 1983, whereby LSJ has agreed to manage the business of the Fund;
  - a registrar and secretarial agreement between (1) the Fund and (2) ATB dated 21 July 1983, whereby ATB has agreed to act as the registrar and secretary of the Fund;
  - a custodian agreement between (1) the Fund, (2) LSJ and (3) MGT dated 21 July 1983, whereby MGT has agreed to act as custodian of the assets of the Fund;
  - investment advisory agreement between (1) the Fund, (2) LSJ and (3) Lazard Securities Limited dated 21 July 1983, whereby Lazard Securities Limited has agreed to provide investment advice to LSJ;
  - power of attorney executed under seal by the Fund dated 21 July 1983, whereby LSJ has been appointed the attorney of the Fund with power in certain circumstances to instruct the custodian to hold the assets of the Fund other than to the order of the Fund in order to safeguard the interests of creditors and shareholders of the Fund.
  - The Fund has not commenced business and has not established and does not intend to establish a place of business in Great Britain. The Fund does not have any subsidiaries.
  - The minimum amount which in the opinion of the Directors must be raised by the initial issue of Participating Shares is one to provide for the matters referred to in paragraph 4 of the Fourth Schedule to the Companies Act 1948 (Great Britain) is US \$1,000,000 to be applied as follows:
    - purchase price of property, nil;
    - preliminary expenses (including expenses in connection with the initial issue), to the extent incurred and payable by the Fund, US \$120,000;
    - repayment of monies borrowed for preliminary expenses, nil;
    - working capital, US \$880,000.
  - Coopers & Lybrand in the Cayman Islands and in Jersey have each given and have not withdrawn their written consent to the issue of this prospectus with the inclusion therein of their report in the form and content in which it is included.
  - This prospectus shall have the effect, where an application is made in pursuance thereof, of rendering all persons concerned bound by the provisions (other than penal provisions) of sections 50 and 51 of the Companies Act 1948 (Great Britain) so far as applicable.
  - Persons interested in acquiring Participating Shares in the Fund should inform themselves as to (a) the legal requirements within the countries of their nationality, residence or domicile for such acquisition (b) any foreign exchange restriction or exchange control requirements which they might encounter on acquisition or disposal of Participating Shares and (c) the income tax and any other tax consequences which might be relevant to the acquisition, holding or disposal of Participating Shares.
  - The Directors may exercise the powers of the Fund to borrow but borrowings of the Fund and its subsidiaries (if any) may not, without the consent of the Fund in general meeting, exceed one-quarter of the share capital and consolidated reserves as defined in the Fund's Articles of Association. Although the Directors do not anticipate that any borrowings will be made, they intend to negotiate standby borrowing facilities for use in exceptional or unforeseen circumstances. Save as disclosed herein, the Fund does not have any debentures, loan capital, borrowings or indebtedness in the nature of borrowing, bank overdrafts, liabilities under acceptances or acceptance credits, mortgages, charges, hire-purchase commitments, guarantees or other material contingent liabilities. Normal banking transactions will from time to time be carried out through Lazard Brothers & Co., Limited or its subsidiaries upon normal terms.
  - The Directors of LSJ are:
    - Mr. V. Wylie of Ewhurst Mason, Partridge Green, near Horsham, Sussex, United Kingdom (Chairman).
    - Mr. K. Stevenson of La Passerelle, Rue de la Pierre, Montfermeil, St. Lawrence, Jersey, Channel Islands (Deputy Chairman).
    - Mr. T. H. Allan of 10 Ambleside, Epping, Essex, United Kingdom.
    - Hon. Mr. D. A. Benson of 34 St. John's Avenue, London SW15, United Kingdom.
    - Mr. D. H. Bushell of Pierre Perce Lodge, Ruette Bryne, St. Peter Port, Guernsey, Channel Islands.
    - Mr. R. J. Padden of Home Farm, Cokeridge, Dorking, Surrey, United Kingdom.
    - Mr. J. C. M. Robertson of 4 La Grande Mairie, Fécamp, Seine-Maritime, France.
    - Mr. S. J. Scrimgeour of La Thieuland, L'Ecluse, St. Omer, Jersey, Channel Islands.
    - Mr. I. R. Swindale of Hillcrest, Les Landes Avenue, St. Brélade, Jersey, Channel Islands.
    - Advocate M. G. Voisin of Clos de la Blancherie, St. Lawrence, Jersey, Channel Islands.
  - Mr. T. H. Allan, Mr. M. D. A. Benson, Mr. R. J. Padden and Mr. V. Wylie are also



## American notebook

## Inflation floodgates ajar

While White House officials congratulated themselves on the speed of economic recovery during the second quarter, they are bound to be giving some thought to the question: Can we skate through 1984 without a big financial crisis?

Time and again, the Administration and the Federal Reserve have been warned that the wildly expansionary policy of the Federal Reserve since the middle of last year could lead to a much stronger recovery than the Administration expected; or a rise in interest rates back to crisis levels; or a crisis of monetary policy.

Two events last week made the last two of these predictions more likely to take place. First, the decision by the Federal Reserve to make the second quarter of this year the new base, from which further growth in M1 will be measured and on which the 5-9 per cent target growth for M1 will be measured.

Secondly, the extraordinary 8.7 per cent annual growth rate of real GNP in the second quarter and the even more extraordinary 10 per cent annual growth of personal consumption in that period.

The United States economy is on a path of unsustainable economic growth.

An important factor that could affect interest rates is an early rise in corporate credit demand. During the 1981-82 recession, American companies ran down stocks very low. They were experiencing a severe liquidity squeeze caused by the federal reserves decision to permit negligible money growth between April 1981 and July 1982.

Now that the economy is expanding again, corporations have no "fat" left in their stocks and must rebuild their inventories.

This makes the present recovery different from some earlier ones and will lead to a strong upsurge in corporate credit demand at a relatively early stage.

Another factor is the fear of an early return of inflation which would stimulate increases in interest rates. On Thursday Mr Martin Feldstein echoed widespread expectations when he said it was likely that the prime rate would have to rise very soon. The sheer force of the recovery of the U.S. economy will be bound to bring about further rises in the commodity prices. And the wage demands by workers are bound to accelerate.

These pressures will eventually demand that the federal reserve intervene to make a big

change in monetary policy. Until last week, there was room for hope that the inevitable change would not take place until 1985.

But last week's events may have drastically foreshortened the time span that will elapse before the Federal Reserve has no alternative but to act against the rising tide of inflation.

At a certain point public psychology may also change. It will change from a perception of economic hardship and risk of losing one's job to a perception of rising prosperity and inflation.

To date, the "revolt of the financial markets" - expressed in the continuing high level of real interest rates in the United States - has kept the dollar strong, the gold price down and put the lid on commodity prices.

A point may be reached where even the scepticism of the financial markets will be strong enough to prevail against the inflationary tide released by the Federal Reserve.

At that point, prices will begin to escalate sharply, gold will rise strongly, the dollar will start to crumble and the Federal Reserve will have no option but to intervene.

Maxwell Newton

## ICI to report good interims, analysts agree

The big guns of banking and industry report interims this week and ICI and the big three clearing banks dominate the list. The range of profit expectations and forecasts on the banks shows the biggest divergence of opinion for some time, but on ICI the analysts mostly agree.

They forecast £268m for the first half, with the second quarter coming in at £130m. George Priebe, analyst at Panmure Gordon, is an exception at £258m, but even he reckons the second-quarter figures will be good. An interim of 10p is expected against 9p the year before.

Although much emphasis has been placed on exchange-rate gains, the agricultural division has maintained a very strong sales growth and looks to keep its position as ICI's prime profit-earner. Mr John Harvey-Jones, the chairman, has leamed on the petro-chemical division and this big loss-maker (£250m losses in the second half of last year) should break even and start showing some small profits in the second half.

For some reason, guessing a company's current gains has become a vague occupation and much has been made about ICI's treasury divisions' abilities in this area.

The big benefit has been derived from sterling's fall against the Deutsche mark - the currency in which the chemical industry prices contracts - so gains in this area range from £20m to £30m. The rationalization programme has done much to bump up ICI figures. American buyers have been pulled in a big way, and more than 8 per cent of the

company's stock is now US-owned.

Over the last three years the big four clearing banks have had to put aside over £2,000m in provisions for bad or doubtful debt. The calculations for those figures have become as important to the market as those for falling profit figures.

Mr John Tyot, banking analyst at Laing and Cruck-

shank, has worked out his estimate for the three banks reporting this week Barclays is due within the following two weeks.

He reckons bad-debt provisions at £122m for NatWest, £95m for the Midland and £119m for Lloyds. He forecasts interim profits of £205m (£214m) for NatWest, £120m (£95m) for Midland and £186m (£193m) for Lloyds.

The difficulty facing the banks on the domestic front is the stubborn increase in bankruptcies, despite the faltering signs of an upturn in the economy.

The debt troubles of Third World countries, such as Brazil, Nigeria and Venezuela, and of Poland are well documented. The banks had been hoping for a 15 per cent to 17 per cent drop in British bad-debt provisions but this has not materialized.

The importance to profits is shown by the better share performance of NatWest which has the lowest exposure to the world's problem areas.

The other important factor is interest rates. Base rates have averaged out at around 10.5 per cent during the first half against 13.5 per cent a year earlier, and this has cut some high margin earnings. Money market rates have often moved higher than base rates for short periods and this is also thought to hit profitability.

So shareholders are unlikely to see the same rate of increase in dividends as they have over preceding years. Last year there were rises of 15 per cent to 20 per cent, so analysts are expecting that rate to be cut to around 10 per cent this year.

Midland is proving the most interesting because of cost-cutting at a time when the other three were recruiting more staff.

## ECONOMIC VIEW

## Trade pendulum swings again

Tomorrow's trade figures for June are likely to provide the chief focus of interest this week. In the first five months of the year, Britain ran a current account surplus on the balance of payments of only £33m, compared with a Budget forecast of £1,500m and a surplus last year of £4,000m.

The Treasury's economic forecast last November predicted the current account in balance in 1983, but its economists were persuaded to revise the forecast upwards after a surprisingly good trade performance at the end of last year. Their unpublished summer forecast, however, is thought to

show the current account in small deficit. Import penetration has been increasing rapidly as companies have begun to replace and rebuild stocks, while exports have remained little changed since the beginning of the year.

Independent forecasters have, like the Treasury, been revising their forecasts down.

The other main concern of the financial markets will be the trend of interest rates in the United States. The picture is a mixed one. Low inflation and Mr Volcker's statement last week that the overshoot in the narrow money measure, M1, would not

be recouped, suggest interest rates should stay where they are, if not fall. But the booming real economy has raised hard-to-quiet fears that the long awaited credit crunch between the burgeoning credit demands of the federal government and a rearing private sector cannot be too far off.

Other indicators out this week include second quarter brick and cement production and first quarter institutional investment, both today; the Department of Employment's Gazette on Wednesday; and May energy trends and May overseas travel and tourism on Thursday.

## The Diversified Bond Fund Limited - continued

- (i) with the exception of the Management Shares, no shares, debentures or other capital of the Fund have been issued or agreed to be issued, fully or partly paid up, in cash or otherwise than in cash, nor is any such capital under option, or agreed conditionally or unconditionally to be put under option;
- (ii) save as disclosed in paragraph 4 of Appendix C and in paragraph 13 of this Appendix, no Director has had any interest in the promotion of the Fund or no Director has had any interest, direct or indirect, in any property or assets acquired or disposed of by or for the Fund or proposed to be acquired, disposed of by or for the Fund;
- (iii) save as disclosed in paragraph 13 of this Appendix, no Director has had a material interest in any contract or arrangement entered into by the Fund which is significant in relation to the business of the Fund;
- f. no Director has any current intention to apply for any shares in the Fund;
- g. the Directors are not aware of whether there will be any substantial beneficial holdings of Participating Shares in the Fund;
- h. no shares, debentures or other capital of the Fund are proposed to be issued fully or partly paid up otherwise than in cash;
15. a. The Articles of Association contain provisions relating to Investment Policy which (inter alia) require that no investment be made which would, immediately after the acquisition, result in:
- (i) the value of the Fund's interest in any investment exceeding 15 per cent. of the value of the Fund's total investments;
- (ii) the nominal value of any holding of a class of shares or issue of debentures exceeding 10 per cent. of the total nominal value of that class or issue;
- (iii) the value of the Fund's holding of unlisted securities (as defined) exceeding 5 per cent. of the value of its total investments;
- b. the Articles of Association also contain provisions relating to Investment Policy which (inter alia) require that no investment be made which would result in:
- (i) the Fund acquiring as a portfolio investment any real property, commodity or precious metal, or acquiring any investment under the terms of which the Fund would assume an unlimited liability;
- (ii) the Fund entering into short sales of currency, save as authorized in the Articles of Association.

## APPENDIX E

Copies of the following documents are available for inspection during usual business hours on any weekday (Saturdays and public holidays excepted) at the offices of Messrs. Lazard Frères & Co., Cayman Islands Trust Building, Grand Cayman, Cayman Islands, British West Indies and of Freshfields, Grindall House, 25 Newgate Street, London EC4A 3TH, United Kingdom, until 8 August 1983:

- a. The Memorandum and Articles of Association of the Fund.
- b. The Companies Law, Cap. 22 as amended of the Cayman Islands, under which the Fund was incorporated.
- c. The contracts referred to in paragraph 6 of Appendix D.
- d. The report and consent of Cooper & Lybrand in the Cayman Islands and in Jersey.

Dated 21 July 1983.

## Application Form

This application form, when completed should be forwarded to:-

Lazard Brothers & Co., (Jersey) Limited, PO Box 108, 24 Church Street, St. Helier, Jersey, Channel Islands to arrive not later than 10.00 am on 3 August 1983. A separate cheque or banker's draft for the full amount payable should accompany each application. All cheques will be presented for payment.

## The Diversified Bond Fund Limited

An exempted company incorporated on 14 July 1983 with limited liability under the provisions of the Companies Law, Cap. 22 as amended of the Cayman Islands.

Issue of up to 25,000,000 Participating Redeemable Preference Shares of 1 cent (US) each ("Participating Shares") at US \$10 per share payable in full on application

Participating Shares are available to be issued as Participating Income Shares or as Participating Accumulation Shares

Number of Participating Shares Applied for		Amount enclosed at US \$10 per Participating Share
Income Shares	Accumulation Shares	
		US \$

Applications must be for a minimum of 100 shares.

To: The Directors, The Diversified Bond Fund Limited ("the Fund")

Gentlemen,

I/We enclose herewith a cheque/banker's draft made payable to Lazard Securities (Jersey) Limited and hereby apply for allotment of Participating Income Shares and Participating Accumulation Shares subject to the Fund's Memorandum and Articles of Association and upon the terms of the Prospectus of the Fund dated 21 July 1983.

I/We agree to accept the same or any smaller number of Participating Income Shares or Participating Accumulation Shares in respect of which this application may be accepted.

I/We hereby declare that I/we am/are not resident in Jersey for the purposes of the Income Tax (Jersey) Law, 1961 (no applicant unable to make this declaration should delete it, in which case tax will be deducted from all payments of dividends at the standard rate of Jersey income tax for the time being in force).

I/We hereby declare that I am not/nor of us is a United States person as defined in the Prospectus of the Fund dated 21 July 1983 and that, upon the registration of the Participating Shares hereby applied for in my/our name(s) (or in any other name(s) in which I/we may request) no United States person (as so defined) will be interested in such shares.

Please write in Block Capitals

Joint applicants (if any)  
(2) Full name of Applicant

Mr./Mrs./Miss

Address

Signature

Date

(3) Full name of Applicant

Mr./Mrs./Miss

Address

Signature

Date

ALL COMMUNICATIONS WILL BE SENT TO THE FIRST-NAMED REGISTERED OWNER.  
A corporation should affix its common seal or execute under the hand of a duly authorized official who should state his representative capacity.  
Note: All joint applicants must sign this application form.

## Eurobonds prices (yields and premiums)

STANDARD DEBT	Price	Yield	CONVERTIBLE BONDS	Price	Yield
100% 1984	102.80	10.16	American Express 4% 1987	100.00	10.16
100% 1985	102.80	10.16	Barclays Bank 4% 1987	100.00	10.16
100% 1986	102.80	10.16	British Petroleum 4% 1987	100.00	10.16
100% 1987	102.80	10.16	British Telecom 4% 1987	100.00	10.16
100% 1988	102.80	10.16	British Virgin Islands 4% 1987	100.00	10.16
100% 1989	102.80	10.16	British Virgin Islands 4% 1987	100.00	10.16
100% 1990	102.80	10.16	British Virgin Islands 4% 1987	100.00	10.16
100% 1991	102.80	10.16	British Virgin Islands 4% 1987	100.00	10.16
100% 1992	102.80	10.16	British Virgin Islands 4% 1987	100.00	10.16
100% 1993	102.80	10.16	British Virgin Islands 4% 1987	100.00	10.16
100% 1994	102.80	10.16	British Virgin Islands 4% 1987	100.00	10.16
100% 1995	102.80	10.16	British Virgin Islands 4% 1987	100.00	10.16
100% 1996	102.80	10.16	British Virgin Islands 4% 1987	100.00	10.16
100% 1997	102.80	10.16	British Virgin Islands 4% 1987	100.00	10.16
100% 1998	102.80	10.16	British Virgin Islands 4% 1987	100.00	10.16
100% 1999	102.80	10.16	British Virgin Islands 4% 1987	100.00	10.16
100% 2000	102.80	10.16	British Virgin Islands 4% 1987	100.00	10.16
100% 2001	102.80	10.16	British Virgin Islands 4% 1987	100.00	10.16
100% 2002	102.80	10.16	British Virgin Islands 4% 1987	100.00	10.16
100% 2003	102.80	10.16	British Virgin Islands 4% 1987	100.00	10.16
100% 2004	102.80	10.16	British Virgin Islands 4% 1987	100.00	10.16
100% 2005	102.80	10.16	British Virgin Islands 4% 1987	100.00	10.16
100% 2006	102.80	10.16	British Virgin Islands 4% 1987	100.00	10.16
100% 2007	102.80	10.16	British Virgin Islands 4% 1987	100.00	10.16
100% 2008	102.80	10.16	British Virgin Islands 4% 1987	100.00	10.16
100% 2009	102.80	10.16	British Virgin Islands 4% 1987	100.00	10.16
100% 2010	102.80	10.16	British Virgin Islands 4% 1987	100.00	10.16

## NOTICE TO ENTITLED ACCOUNT HOLDERS OF SEARS OVERSEAS FINANCE NV.

10 1/2% Guaranteed Notes due August 1, 1991

NOTICE IS HEREBY GIVEN that, pursuant to the Temporary Global Note and the Final Agreement dated February 1, 1983, the Final Installment equal to 80% of the Issue Price of each Note (the "Final Installment") is due and payable no later than 3:00 p.m. London time on August 1, 1983. Payments of the Final Installment must be made in U.S. dollars in immediately available funds to EURO-CLEAR at the London office of Morgan Guaranty Trust Company of New York. No payment of the Final Installment made after August 1, 1983 due date shall be accepted unless accompanied by a further payment representing interest accrued on the amount of each payment at a rate of 15% per annum calculated from and including August 1, 1983 to but excluding the date of actual payment on the basis of a 360 day year consisting of 12 months of 30 days each. The issuer in its sole and absolute discretion may elect not to accept the Final Installment at any time on or after August 16, 1983. Unless notified by the issuer to the contrary, EURO-CLEAR shall have no authority to accept payments on or after August 16, 1983.

SEARS OVERSEAS FINANCE NV.  
by Continental Illinois National Bank  
and Trust Company of Chicago  
Fiscal Agent and Paying Agent

## U.S. \$42,000,000 Series 005

Short-term guaranteed Notes issued in Series under a U.S. \$280,000,000 Note Purchase Facility by

## Mount Isa Mines (Coal Finance) Limited

Notice is hereby given that the above Series of Notes issued under a Production Loan and Credit Agreement dated 30th March, 1983, carry an interest rate of 10% per annum.

The Issue Date of the above Series of Notes is 26th July, 1983 and the Maturity Date will be 26th January, 1984.

The Euro-clear reference number for this Series is 1834 and the Codel reference number is 509051.

Manufacturers Hanover Limited  
Issue Agent  
25th July, 1983.

## ARE YOU PAYING TOO MUCH FOR YOUR U.S. COMMODITY BROKERAGE?

We charge just \$35 a round turn (any U.S. commodity, any U.S. exchange, any quantity).

We give fast fills. And efficient executions with a personal touch. We protect your funds in segregated bank accounts.

If you like the idea of minimal brokerage commissions, phone or mail the coupon.

FREE. The next six weekly issues of 'The Eastern Letter' (news, charts and expert comments on U.S. commodities), plus our comprehensive brochure.

To: Eastern Capital Ltd, 9 Leonard Street, London EC2A 4HR.  
Tel: 01-250 0798 (9am-9pm). Please send your free brochure and next 6 issues of 'Eastern Letter'.

NAME

ADDRESS

TELEPHONE

EASTERN CAPITAL DISCOUNT BROKERS.

## APPOINTMENTS

## New post for L &amp; G executive

Legal and General: Mr Ron Peet, chief executive who will retire next June, will be invited to join the board as a non-executive director. He will be succeeded as group chief executive by Mr T. J. Palmer, general manager (international), who will become deputy group chief executive from January 1.

Wolsley-Hughes: Sir Timothy has been appointed deputy chairman in succession to Mr Roy E. Woodward who is retiring on July 29. Mr H. F. C. Newsom, formerly chairman and managing director of Nu-way Heating Plants, is also retiring. Mr George Foster has been made chief executive of the engineering division of Wolsley-Hughes, and, consequently, resigns as managing director of Nu-way Heating Plants which is being merged with Nu-way Energy on August 1 under the name of Nu-way.

Mr W. David Lawrie becomes managing director of the enlarged company, with Mr Jim W. Findlay and Mr Brian G. Creed as technical sales director and finance director respectively.

Mr George Hawkins, managing director of W. H. Boddington, will also retire shortly and Mr David R. Boddington will succeed him.

Carolina Bank: Mr J. H. T. Meynell and Mr D. T. Wall have been appointed directors.

Dun & Bradstreet: Mr Geoff Andrews has become group managing director and the group's operations in Britain.

Mr Jim Armstrong is appointed group director for credit services in Britain and Mrs Patricia Watson has become managing director of the group's Donnelley marketing companies comprising Donnelley Marketforce and DDM Advertising.

Mr Keith Williams, formerly head of credit services in Britain, joins Dun & Bradstreet International to oversee a European development project.

Fire Protection Association: Mr L. Rushton, general manager of the Royal Insurance UK, has become chairman of the association in succession to Mr J. Campbell.

S. Jerome & Sons (Holdings): Mr Tom McDonald has become a non-executive director.

Scottish Offshore Investors: Mr M. E. Beckett has been appointed a director.

Beitson Foods: Mr Stephen O. Clegg has been appointed marketing director. Mr John Smith has joined the company as production director, succeeding Mr Len Sims who has retired.

KONISHIKU PHOTO INDUSTRY CO., LTD.  
NOTICE IS HEREBY GIVEN that the 79th Ordinary General Meeting will be held at 10 a.m. Tokyo time on July 15, 1983 at Nomura Building, 1-1-1, Marunouchi, Chiyoda-ku, Tokyo 100, Japan. The agenda of the meeting will be as follows:  
1. Approval of the proposed dividend of ¥100 per share for the period April 1, 1982 to April 30, 1983.  
2. Election of Independent Directors.  
3. Granting of retirement rewards to retiring Directors.  
4. Election of Accounting Auditors.  
The proposed dividend subject to shareholder's approval will be ¥100 per share, and will be payable on or after July 15, 1983.  
U.S. Holders wishing to exercise their voting rights should complete and return the attached form to the U.S. clearing bank no later than July 14, 1983. In this case it will not be necessary to deposit U.S. dollars or any other negotiable instrument.  
The Chair: Masahiko, Bank N.A. London, on July 25/83.

## COMPANY NEWS IN BRIEF

● Beechwood Group: Mr John Downing, chairman of the Welsh-based Beechwood Group, told the annual meeting that he was hopeful of further progress by the civil engineering and well-drilling divisions this year. The chairman said: "Looking back three years when pre-tax profits fell to just £7,000, Beechwood's future hung in the balance. Since then, despite the worst recession and most difficult trading conditions for half a century, profits increased to £200,000 in 1982 and then to over £400,000 last year. This improvement in the

group's fortunes has been largely due to the good performance of the civil engineering division. I am hopeful that this division, and the well-drilling and pump services division, will be able to make further progress this year."

● Chamberlin & Hill: At the annual meeting of Chamberlin & Hill, the chairman, Mr J. D. Eccles told shareholders that: "Profits for the first quarter of the current year are better than the corresponding period last year. We expect the half-year results to be ahead of the same period last year."

This advertisement is issued in compliance with the requirements of the Council of The Stock Exchange

## WESTLAND plc

(Registered in England No. 302632)

Placing of \$30,000,000 15% per cent. Debenture Stock 2008 at \$98.124 per cent., payable as to \$25 per cent. on 27th July, 1983, and as to the balance by 25th October, 1983.

Application has been made to the Council of The Stock Exchange for the whole of the above Stock to be admitted to the Official List.

In accordance with the requirements of the Council of The Stock Exchange, \$3,000,000 of the Stock is available in the market on the date of publication of this advertisement.

Particulars of the Stock are available in the Extra Statistical Services and copies may be obtained during normal business hours on any weekday (excluding Saturdays and public holidays) up to and including 8th August, 1983.

J. Henry Schroder Wagg & Co. Limited, 120 Cheapside, London EC2V 6DS.

Rowe & Pitman, City Gate House, 39-45 Finsbury Square, London EC2A 1JA.

25th July, 1983

To the holders of

## SCI FINANCE N.V.

10 1/2% Guaranteed Convertible Subordinated Debentures due July 1, 1997

(Convertible into Common Stock of SCI Systems, Inc.)

Notice is hereby given pursuant to the Fiscal and Paying Agency agreement dated as of July 1, 1982 among SCI Finance N.V., SCI Systems, Inc. and Morgan Guaranty Trust Company of New York, under which the 10 1/2% Guaranteed Convertible Subordinated Debentures due July 1, 1997 (the "April Debentures") of SCI Finance N.V. were issued, that (i) SCI Systems, Inc. has declared, and will pay



## FIXED-INTEREST STOCKS

Stock	Price	Yield	Dividend
100% Fixed Interest	100.00	10.00%	10.00
90% Fixed Interest	90.00	11.11%	9.00
80% Fixed Interest	80.00	12.50%	8.00
70% Fixed Interest	70.00	14.29%	7.00
60% Fixed Interest	60.00	16.67%	6.00
50% Fixed Interest	50.00	20.00%	5.00
40% Fixed Interest	40.00	25.00%	4.00
30% Fixed Interest	30.00	33.33%	3.00
20% Fixed Interest	20.00	50.00%	2.00
10% Fixed Interest	10.00	100.00%	1.00

The North Sea oil boom in the mid-70s meant a little more than a stable source of supply and possible cheaper fuel for Mr. Richard Tykoff. They saw it as the chance to establish themselves as the world's leading passive fire protection experts. Before even the first oil rig began drilling they realized the need to protect the platforms and living quarters from the high risk of fire. So they formed Aaronite and together with the mining finance group Rio-Tinto Zinc developed a passive fire proofing chemical which could be sprayed on to the platform.

The oil companies were also quick to recognize the need for fire protection and now the bulk of oil platforms in the North Sea are serviced by Aaronite.

The average platform weighs about 500,000 tonnes, requiring service worth over £1m. Different platforms require different applications and Aaronite has now developed the process into a fine art. The group has now applied the process to nuclear power stations, computer centres and hotels where fire protection requirements are rigid.

The group's head office is in Hull with a sales office in Windsor. It also has operating subsidiaries in Norway and South Africa, but as yet the group has made little inroad into the big United States market. "The Americans are

## Aaronite seeks expansion capital

only just waking up to fire protection. Mr. Neilson, chairman and joint managing director says.

But now the company requires additional working capital and has turned to the Unlisted Securities Market for help. Lazard Brothers and brokers Rowe & Pitman will be arranging a placing of around 23 per cent of the equity with investors to raise £500,000. The placing will consist of existing shares and new shares created for the purpose. The group is expected to come to market on 20 times earnings.

In the past three years pretax profits have trebled to £455,000 on turnover of £6.5m. The group intends to announce a profits forecast with the prospectus. Close observers reckon the group should exceed £600,000 this year.

Mr. Tykoff, who started life as an architect, says the group's North Sea work currently accounts for around 80 per cent of turnover. "But as the company continues to expand the North Sea will play a smaller role in our makeup", he says.

Dealing started on Friday in Invest Energy, the petroleum and production group, introduced to the USM by County Bank and brokers Grieve & Grant. The introduction of 16.5m shares came after a rights issue of 8.25 million shares at 175p a share to raise £13.9m.

When dealings started the nil paid shares opened at 15p premium and held steady for most of the day, while the new fully paid shares opened at 191p.

Invent is one of the few companies with interests in the Paris Basin, some 45 miles east of Paris, in which it is possible to invest indirectly. The Basin covers some 51,000 sq miles area oil having been produced in commercial quantities since 1959. Since then around 62m barrels have been recovered. Invent has a 100 per cent stake in one block and two 50 per cent stakes covering two blocks, totalling around 649,000 acres. The group is already producing from one block and will start drilling on another block shortly. The group also has interests in the North Sea in Block P6 off the coast of Holland which starts production of commercial gas early next year and in an oil discovery in Block P8A for which the group has just applied for a licence.

Triton North Sea, Invent's largest shareholder, has undertaken to subscribe for 5.8 million shares out of its total entitlement of 6 million.

Meanwhile, where focus, the microcomputer software group, continues to take the market by storm. Last week the shares leapt a further 138p to 660p compared with 399p a fortnight ago when it reported an unexpected pre tax profit of

£747,000 against a loss of £308,000 over the previous period.

The group is now preparing itself for a rights issue after the full year figures appear in March. The group should have little trouble in achieving pre tax profits of £1m.

At present Mr. Brian Reynolds, chairman, is sitting on more than £3m in cash. More than £1m will be spent this year with the remainder already earmarked for next year. The shares were offered by tender earlier this year by brokers Laurence Prust at 170p a share. ICFM with a large chunk of the shares has already cashed in part of its profits proving that not even the experts always get it right.

High-flyer Biomechanics International, the industrial waste process group, which came to market earlier this month, ended the week all square at 111p. This compared with broker Northgate's placing price of 50p a share. Last week the group signed a contract with Hercules International for a contract worth about £100,000 to dispose of waste in France. Biomechanics already has several projects in the US in hand with Hercules, but this is the first time it has a contract with Hercules in Europe.

Michael Clark

## Law Report July 25 1983 Court of Appeal

## Sentencing problem after change in law

Regina v Ardani  
Before Lord Lane, Lord Chief Justice, Mr. Justice Bingham and Mr. Justice Taylor  
[Judgment delivered July 22]

A lacuna in the statutory transitional provisions governing sentences passed on Benito Giuseppe Ardani, now aged 21, aged 20 at trial, at Southampton Crown Court (Judge Southey) on pleas of guilty to four counts of theft from cars, taking a conveyance without authority, and damaging cars, with 18 other offences taken into consideration.

Their Lordships reduced from three years to six months the sentences passed on Benito Giuseppe Ardani, now aged 21, aged 20 at trial, at Southampton Crown Court (Judge Southey) on pleas of guilty to four counts of theft from cars, taking a conveyance without authority, and damaging cars, with 18 other offences taken into consideration.

Mr. Charles Fugh, assigned by the Registrar of Criminal Appeals, for the appellant, Mr. Michael Worsley as *amicus curiae*.

MR JUSTICE BINGHAM, giving the court's judgment, said that the judge when passing sentence last February took the view that exemplary sentences were called for because of the wantonness and malevolence of the offences and their prevalence in the area.

However, if their Lordships were in a position to do so, they would be inclined to impose sentences of between 12 months to two years youth custody.

Difficulty arose because on May 24 two things occurred: first, sections 1 to 15 of the Criminal Justice Act 1982 came into operation; and second, by chance on the same day the appellant became 21 years of age, so that he had attained that age between the sentence passed below and the hearing on appeal.

In approaching the appeal their Lordships were governed by particularly section 11(3) of the Criminal Appeal Act 1968 - namely that on an appeal against sentence, if they considered that the appellant should be sentenced differently for an offence for which he was dealt with by the court below, they might "(a) quash any sentence... which is the subject of the appeal; and (b) in place of it pass such sentence... as they think appropriate

for the case and as the court below had power to pass... when dealing with him for the offence, but the court shall so exercise their powers under this subsection that, taking the case as a whole, the appellant is not more severely dealt with on appeal than he was dealt with by the court below."

If their Lordships took the view that the proper sentence was youth custody or youth custody combined with training or youth custody combined with probation, they would have to consider the effect of section 11(3) of the 1982 Act, and obviously the court could not impose a sentence which no longer existed. On the other hand, the court below had had no power to impose youth custody.

Paragraph 1(2) in Schedule 17 to the 1982 Act provided that a court to which it fell to determine for the purposes of any enactment "how a previous court could or might have dealt with an offender, shall if the offender is under 21 years of age make that determination as if sections 1 to 15" had been in force when the appellant was sentenced.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

for the case and as the court below had power to pass... when dealing with him for the offence, but the court shall so exercise their powers under this subsection that, taking the case as a whole, the appellant is not more severely dealt with on appeal than he was dealt with by the court below."

If their Lordships took the view that the proper sentence was youth custody or youth custody combined with training or youth custody combined with probation, they would have to consider the effect of section 11(3) of the 1982 Act, and obviously the court could not impose a sentence which no longer existed. On the other hand, the court below had had no power to impose youth custody.

Paragraph 1(2) in Schedule 17 to the 1982 Act provided that a court to which it fell to determine for the purposes of any enactment "how a previous court could or might have dealt with an offender, shall if the offender is under 21 years of age make that determination as if sections 1 to 15" had been in force when the appellant was sentenced.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

The questions were whether their Lordships' court was a court to which it fell to determine how a previous court might have dealt with the appellant, and if so, whether the court was a court to which it fell to determine how a previous court might have dealt with the appellant.

Gold mining companies managed by

Golden Dumps  
(PROPRIETARY) LIMITED

Reports of the directors for the quarter ended 30 June 1983

## CONSOLIDATED MODDERFONTEIN MINES LIMITED

(Incorporated in the Republic of South Africa)

Issued share capital: R1 072 000

Divided into 21 440 000 ordinary shares of 5 cents each

Operating Results	Quarter ended 30.06.1983	Year to 30.06.1983	Year to 30.06.1982
Underground			
One milled - tons	70 163	65 468	249 425
Gold recovered - kilograms	150.0	170.2	536.4
Yield - grams per ton milled	2.14	2.60	2.55
Revenue - per ton milled	32.28	R42.11	38.16
Working costs - per ton milled	45.56	R38.64	42.10
Working profit - per ton milled	(R13.28)	R2.47	(R2.94)
Revenue received - per kilogram	R15 089	R16 196	15 347
Working costs - per ounce	R431	R465	R429
Working profit - per ounce	R21 311	R15 246	R18 502
Working costs - per ounce	R508	R437	R462
Surface material			
Sand treated - tons	2 311	8 698	28 511
Gold recovered - kilograms	3.4	12.5	48.5
Yield - grams per ton treated	1.47	0.61	0.65
FINANCIAL RESULTS (R000)			
Underground			
Revenue from gold and silver	2 256	2 756	9 768
Working costs	3 187	2 554	10 502
Working profit (loss)	(831)	182	(734)
Surface material			
Profit from sands	35	29	102
Sundry revenue	128	142	576
Operating profit (loss)	(767)	333	(56)
Net interest received	85	114	445
Net profit (loss)	(682)	447	389
Capital expenditure	968	880	3 801
Available profit (loss)	(1 650)	(433)	(3 212)
MINING OPERATIONS			
Underground unit working costs were higher mainly as a result of increased development at No. 14 Shaft and the resumption of stoping operations at N.E.P. Shaft. The yield from			

underground sources was again lower. No account has been taken in the operating results of an increase of gold retained on carbon.

Surface material throughput was temporarily discontinued in June.

	Quarter ended		Year to
North-East Prospect Shaft - Black Reef	30.06.1983	31.03.1983	30.06.1983
Advanced - metres	475	368	1 894
Sampled - metres	324	242	1 261
Payable - metres	52	40	175
Channel width - centimetres	24	18	15
Average value - grams per ton	477.6	106.9	264.4
centimetre grams per ton	11 462	1 924	4 750
No. 14 Shaft - Kimberley Reef			
Advanced - metres	1 249	732	2 582
Sampled - metres	968	386	1 263
Payable - metres	62	76	217
Channel width - centimetres	194	176	176
Average value - grams per ton	3.7	4.9	4.7
centimetre grams per ton	708	803	849







## GOLF

## CYCLING

**By John Woodcock**  
**Cricket Correspondent**

	Age	Total
D Willis (War. capt)	34	80
Botham (Som)	27	60
Cowans (Middx)	22	5
Dilley (Kent)	34	2
Edmonds (Middx)	22	66
Gower (Leics)	26	50
Gowler (Lancs)	26	5
Lamb (North)	29	12
Marke (Som)	28	2
Russell (Notts)	32	38
Tavare (Kent)	28	23
Taylor (Derbys)	42	48

An unbeaten half-century by J  
one at Edgbaston on Saturd

**NEW ZEALANDERS 187 for three (JV  
only 52 not out. JJ Crowe 50 not out).**

**By Peter Ball**

Australia II has been a closely guarded secret since the boat arrived Newport two months ago. When the yacht is out of the water, the keel shrouded with canvas connected

## Hardie is wide open to a leg glance as Gatting has him grovelling

**By John-Weedcock**

Fringe, though, and Turner put **his** back on course. At the start of the fifty-second over the scores were 150-1. The batsmen, both of them useful batsmen, to come, should another wicket fall. A Nudge here and a nick there and Essex were 150-2. The batsmen, both of them useful batsmen, to come, should another wicket fall. A Nudge here and a nick there and Essex were 150-2. The batsmen, both of them useful batsmen, to come, should another wicket fall. A Nudge here and a nick there and Essex were 150-2.

for the ball and knocking it up, he caught it coming down.  
Seven runs needed, eight wickets down, 12 balls left and Middlesex

The last over: Essex 192 for nine

gel Haig could not have done it more graciously. In choosing to hold, after a lot of thought, Fletcher had opted for morning freshness for his bowlers and, in the event, much more lively movement. The corollary, as he knew well enough, specially with the start being delayed by rain for 50

**MIDDLESEX:**

D Barlow b Fostahj	14
N Slack c Gooch b Foster	1
T Tachey not out	88

Total (8 wids, 55 overs)	198
OF WICKETS: 1-10 2-26 3-34 4-34	

Total (54.1 overs) \_\_\_\_\_ 192  
**ALL OF WICKETS:** 1-78, 2-127, 3-135, 4-  
 5-150, 6-185, 7-187, 8-191, 9-192.  
**BOWLING:** Daniel, 11-2-34-1; Cowans, 10.1-0-  
 4; Williams, 11-0-45-2; Emburey, 11-3-17-0;  
 monds, 11-3-34-2.  
**Captains:** H D Bird and B J Meyer.

**By Mitchell Platt**

## Puzzle of the practice

defeated John Huggan by one hole to retain his Scottish amateur title at Gullane finds that his concen-

Five down after 10 holes in the morning, Huggan had a spring in his stride when, after holing a nasty five-foot putt at the eighteenth to be

**From John Wilcockson, Paris**  
sprung by Ughany but was still

qualifying times and which are her specialities. But before then she swims in the European junior championship in two week's time. At this meeting she could well win two or three minor medals. Only the supreme East Germans can prevent

am confident we will see even better things from her in both her August campaigns."

**RUGBY LEAGUE:** Adrian Alexander, the former Harlequins and

in which he is a corporal, in allowing him time off, to train with his father, who is coach of the Kelly College team, is beginning to pay handsome dividends.

championships, only nine have reached the higher B level, which looks to be the minimum require-

dominated the British 500 cc grand prix at Fareleigh Castle. The Swede won both 45 minute races to hoist himself to the top of the world championship table. The Belgian, Andre Malherve, is five points

**Saturday**  
**ENT:** 100m backstroke: 1. J. Randall, 59.45sec; N. Harper, 59.77; 3. I. Collins, 1-00.9. 400m freestyle: 1. J. Dwyer, 3-58.84; 2. S. Harris, 4-01.45; 3. A. Ashbury, 4-01.83. 100m butterfly: K. Lee, 58.45. 2. P. Hubble 58.47. 3. D. Lowe, 58.55.  
**WOMEN:** 100m breaststroke: 1. L. Surt, 1min.

### VOLLEYBALL

the 1986 World Cup in Mexico. Brazil are considering another European tour, and the SFA secretary, Ernie Walker, has been in touch with them in an attempt to find a suitable date.

ec; 2, H Wolters (Neth) 3:58:30; 3, G  
rassen (Nor), 3:55:34; 4, P Wildns (GB),  
4:1:38. Final overall positions: 1, J McGahan  
22hr 25min 19sec 2, I Beard (Neth)

4-4. Quarter-finals: Clerc bt Arnyas 6-1, Martinez bt Panetta 7-6, 3-6, 6-2; Arías bt Iñiguez 7-6, 6-3; E. Korita (US) bt Cancellotti 6-3.

5-4. France: Under 21 Gaies Cup: France bt Spain 3-0. L. Courteau (Fr) bt M. Jelle (Sp) 6-0, 3-6, 6-2. Courteau and G. Forget bt Jelle and P. Jelle 6-3, 6-2.

## Keel quest forces rivals to plumb new depths

It has been a closely secret since the boat arrived at two months ago. When it is out of the water, the keel is covered with canvas connected

Australia II bettered Azzurra of

The American yacht, Liberty

Australia II bt Azzurra-1 min 11 sec  
France III bt Advantge 2:07;  
Azzurra I bt Azzurra 1-43; Australia II bt  
Challenger 12 0:48.

75, 68; P Stewart, 70, 71, 66, 20a; P  
Incock, 69, 71, 68; S Simpson, 54, 72, 70,  
2; L Thompson, 69, 72, 68; T Morris, 67, 74,  
21b; L Watkins, 71, 73, 63; D A Weltring,  
69, 70; B Lutzke, 68, 72, 70. British scor-  
s: P Oosterhuis, 68, 73, 74.

**RUGBY UNION**  
OUR MATCHES: Natal 23, International XV  
Queensland 28, Argentina XV 34.

**POWER BOATS**  
NEAPOLIS: Champion Spark Plug Grand  
1. F. Molinari (19) Marchi/Ennruide/Molina-  
R Jenkins (GB) Carlsberg/Ennruide/Bur-  
2. A. Kennedy (US) Nimrod  
Mercury/Seabold.

**RUGBY LEAGUE**







مكتبة ابن الجوزي

## Educational Appointments

UNIVERSITY OF DUNDEE  
Department of Mathematical Sciences  
**"NEW BLOOD" LECTURESHIP  
IN MATHEMATICAL BIOLOGY**

Applications are invited for the above post from candidates with a research degree in one or more of the fields of Applied Analysis, Applied Mathematics, Numerical Analysis or Statistics, who are keen to become involved in collaborative research in the field of mathematical biology. It is essential that the successful candidate should be sympathetic to the needs of the community and be able to communicate their work in order to identify biological problems amenable to mathematical treatment.

Further particulars are available from the Personnel Officer, The University Dundee, DD1 4HN, with whom applications should be lodged as soon as possible. Please quote Ref: EST/36/83C.

---

**UNIVERSITY OF CAMBRIDGE**  
Department of Pharmacology

[illegible]

of reappointment for two years. Although the maximum tenure of a University Demonstratorship is five years, holders of the office may be considered for promotion to a full Lectureship thereafter.

The reasonable salary of a UNIVERSITY LECTURER is £9,876 a year, rising by eleven on annual increments of £1,086.

UNIVERSITY DEMONSTRATOR: £7,650 by four annual increments to £9,486. The information on the University of Cambridge Recruitment Notice can be obtained from Professor A. W. Coulbert FRB, Department of Pharmacology, Addenbrooke's Hospital, 215, Addenbrooke's Road, Cambridge CB2 2QD. Applications (two copies) including a curriculum vitae should be sent to the above address.

UNIVERSITY OF EAST ANGLIA

JOINT MATRICULATION BOARD

**RESEARCH ASSOCIATE**  
Applications are invited from suitably qualified persons to the following institutions:

The successful applicant will work on climate data analysis. Candidates

should have a degree in a relevant discipline and proven research capability. Familiarity with climate impact assessment is required, and experience of working in a consultancy environment would be desirable.

Applications should be sent within three weeks of the publication of the advertisement to the following:

Dr. J. A. Roberts, School of Mathematics, University of Nottingham, Nottingham, NG7 2RD, UK. Tel: +44 (0)115 9513361. Fax: +44 (0)115 9513360. Email: j.a.roberts@open.ac.uk

Our intention is to support a balanced mathematics curriculum in secondary schools, with particular emphasis on full functional numeracy at all ability levels. The two Fellows, one based in Nottingham

**UNIVERSITY COLLEGE,  
CARDIFF**

**David Owen Centre**  
**PROJECT OFFICER (Temporary)**

**Project Officer** required for writing micro-computer programs for the computer-aided population training project (Popstran) in the David Owen Centre, Cambridge.

For this difficult task both a sensitivity to the problems of teaching and a research approach are essential: relevant experience in teaching, assessment, curriculum development and research in the behavioural sciences is essential.

A social science and/or computing degree or background is desirable. Applicants should be able to

Further particulars and application forms, returnable not later than 18 August 1983, may be obtained from the Staff Appointment Officer, University of Nottingham, University Park, Nottingham.

1XCL from whom further particulars will be available. Closing date 15th August, 1983. Ref: 2644. Previous applicants need not re-apply

---

University College Cardiff

**DEPARTMENT OF MECHANICAL  
ENGINEERING & ENERGY  
STUDIES**

**RESEARCH ASSISTANT**

Applications are invited for the post of Research Assistant to work on a SERC sponsored project on "Scrubbing and Air Pollution Control".

**BARTLETT SCHOOL OF  
ARCHITECTURE & PLANNING**

**ADMINISTRATIVE OFFICER**

required by Development Planning Unit. Work concerned with execution of Unit's overseas consulting work. Duties will include: financial

rock/Name Lubrication. The Research Assistant will be mainly involved in computational aspects of the project and candidates should have a good Honours degree in Mathematics or a related subject. The appointment will be made preferably at the post-doctoral level, but consideration will be

given to applicants who could be eligible for candidature for a Higher or Superior grade for the first three years, starting 1st September, 1983, within the salary range £6,510 - £8,530 per annum.

Applications (two copies), together with the names and addresses of two referees, should be forwarded to:

Salary within range £6,510 to £11,615 per annum plus £1,196 per annum London Allowance. An appointment for one year in first instance.

to the Vice-Principal (Administration) & Registrar, University College, P.O. Box 78, Cardiff CF1 1XL, from whom further particulars may be obtained, by Friday, 12 August 1983. Pranner Department, University College London, Gower Street, London WC1E 6BT. Tel: 01 387 7050 Ext 209

UNIVERSITY OF ST. ANDREWS Dept of Physics	UNIVERSITY OF CAMBRIDGE JESUS COLLEGE
---	---

Applications are invited for the post of Lecturer in Electronics. The successful candidate will be expected to contribute to the teaching of the Electronics half of joint honours courses and to conduct research appropriate to the developing interests of the Department.

Salary at appropriate point on scale £7190-£14125. Starting salary probably not above £10250 + FGSU/USS.

Applications 12 copies preferably Establishments Officer, The Un

**THE UNIVERSITY OF**

**LIVERPOOL**  
Department of Mechanical Engineering  
**RESEARCH ASSISTANT**  
Applications are invited from graduates in Engineering, Applied Mathematics or Physics for one **SENIOR RESEARCH ASSISTANT** for applications to 10 October 1983. Testimonials, sent directly by two referees, must also be received by this date.

ani post. The proposed research is concerned with the dynamic behaviour of ships and structures which is supported by the SEBC Marine Technology Directorate. It is the objective of this study to search for methods of structural responses which are of interest in the collision damage of ships and offshore platforms. New modern

The successful candidate will work with small groups of students under the supervision of Professor Norman Jones and will be involved in both theoretical and experimental activities. The project involves the synthesis, isolation and characterization of a new polymer and its use in the development of a new material. The successful candidate will be responsible for the design and construction of a new laboratory course.

be encouraged. Initial salary will be either £6,310 or £6,748 per annum. Application forms and further particulars may be obtained from The Registrar, The University, P.O. Box 167, Liverpool, L69 3BX, by whom the closing date for applications will be no later than 15th August, 1983. Quote Ref: RV/953.

University of Nottingham

**DEPARTMENT OF SOCIAL  
ADMINISTRATION AND  
SOCIAL WORK**

Initial salary for both posts will be in the range £6510-£8530 p.a. with superannuation benefits.

Applications (3 copies) naming 3 referees should be sent by 2 September 1983, to the Registrar, School of Labour Studies, University of Durham, DH1 1TA, from whom further information may be obtained.

The University wishes to appoint, for 1 year only, a Lecturer in Social Work, whose main responsibility will be the reviewing and arranging of practice placements together with relevant supporting tasks such as running meetings and courses for practice teachers and assessors.

manager. There will also be opportunities to take part in teaching on the MA/QCQSW course and to pursue research.

Successful candidates will have a good academic record, be professionally qualified and have been employed in a supervisory position in a library or information service. Applicants should be good communicators.

Galaxy in range £7,100 - £14,125 per annum plus £1,168 per annum for the use of the car. The car will be the make of your choice. It will be leased for 12 months from 1st April 1995 until 31st March 1996. The car will be available for your use 24 hours a day, 7 days a week. The car will be available for your use at any time. The car will be available for your use at any time. The car will be available for your use at any time.

Please quote ref no. 889.

1. *Chlorophyll a* and *Chlorophyll b* were determined by the method of Arar and Collins (1971) using a Shimadzu 1010 UV-Visible Spectrophotometer.



## General Appointments

[illegible]

tion.  
ex-  
high  
be  
ove

\*\*\*\*\*

erson  
short

**Urgent-BOOKKEEPER** will

[illegible][illegible]

## NOTICE OF INTENT

CONTINUED  
SECTION  
J. 1962  
PUBLIC NOTICE  
The Board hereby  
gives notice, in accordance  
with the provisions of  
Section 54 of the Transport Act,  
that the Board has decided  
in favor of the provisions of  
of the Act, that, to coincide  
with the expiration of the  
of the Electricity Board  
Board, the Board has decided  
to withdraw the passenger  
service between Bedford St Johns West  
Bedford St Johns West  
and Bedford St Johns  
at the following station:  
BEDFORD ST JOHNS  
The Board

with  
counsel  
minutes

7 1242.

**NO WAREHOUSE 100 2nd**  
right & grands. £250-£5,000.  
ion. luring. transport 25

**COUNTRY PROPERTY**

**AFFLUENT BORDERS.** Beautifully landscaped country house and medieval weaving village, 70 acres from £125,000 to around £180,000. Sale requirements: 6% down. Turner & Son, 31a Finsbury Square, Suffolk. CO1 6AE. Tel: 07833 72833.

**CTIONS & ANTIQUES**

**Victorian flowered glass chandeliers, etc.** 01-278 9321 x 2586

Name \_\_\_\_\_  
 Address \_\_\_\_\_  
 City \_\_\_\_\_  
 State \_\_\_\_\_  
 Zip \_\_\_\_\_  
 Telephone \_\_\_\_\_  
 E-mail \_\_\_\_\_  
 Send me \_\_\_\_\_  
 Name \_\_\_\_\_  
 Address \_\_\_\_\_  
 City \_\_\_\_\_  
 State \_\_\_\_\_  
 Zip \_\_\_\_\_  
 Telephone \_\_\_\_\_  
 E-mail \_\_\_\_\_  
 Send me \_\_\_\_\_

ve menus, 5 day week, no  
ood salary, negotiable.  
7761.

**CED CHAUFFEUR**/vac-  
quired for private household  
hold. Terms and conditions  
Tel 739 4807 Miss

simple executive requires  
to live-in. Must have  
experience, and ability to cook.  
Under. Use of car, fire/lighting  
at conditions. Tel Dublin

**BUREAU** Pricedcity Ltd. UK  
seeks, mothers helps, domes-  
tic. £10000 salary bareau  
W1, London W1. 01-439

**C HELP** urgently needed,  
part-time, housework. 3  
adults, lively house on  
central Tel 0628 72302.

**WY 30-** for two weeks  
along and San Francisco.  
non-smoker. Please reply to  
H The Times.

**OFFICE HOUSE**

**SES**  
serv.  
ession  
by  
y.  
ses.  
ctus.  
ENTRE.

phone

**GE**  
**S**  
ining.  
verage  
1963.

capacity to co-operate with  
of the church. Apply Rev-

**People Required**  
 1. Housekeeper/cook & butler to ensure smooth running of a large country house in the north of England. Salary negotiable. Age 25-35. Must be fully experienced and references for further use telephone 01 631 0859

College  
Education  
Requirements  
Programs  
Placements  
Costs. For  
01 373

other upholstery. £13,850 and  
Flower) with personal number

**(0792) 884211**  
**eves only**

---

**COMMERCIAL AND  
INDUSTRIAL PROPERTY**

---

**ALL MALL**  
**to Premium**  
furn, carpet show-  
cases all inclusive with  
T/X. Immed. avail.  
ing term. From £75

---

**-839 4808**

any  
nor  
lea.  
any,  
and  
80,  
that  
d)  
all  
has my  
the and  
and also  
need on  
and for  
relatives  
at 577







# Life and death struggle in the Ethiopian wilderness



Birth struggle: A child being examined by a barefoot doctor

## Eritrea: A country within a country

"We didn't know he was so bad," said Sahla Giotom's father as we sat watching his son lying, staring vacantly at the wall of the tent. "Each day he would go out with the bullocks looking for forage - but then one day he couldn't get up - so I carried him here."

"Here" was a tented clinic in Felki, Eritrea, run by the Eritrean People's Liberation Front, and Sahla Giotom was starving to death. Help was too late. He is probably dead.

Sahla Giotom's father and his fellow peasants were displaced by the British in 1951, butchered by Haile Selassie's forces in the late 1950s, bombed by the American-backed regime in the 1960s, napalmed and nerve-gassed by the Russian-backed administration in the 1970s and now find themselves up against a Russian equipped, trained and led Ethiopian Army which is being gratuitously fed with American and EEC food.

As if that wasn't enough, they also suffered considerably during the great Sahelian drought of the late 1960s and early 1970s and are in the midst of a drought which appears to be of equal severity. For the past three years the family have wandered around the barren uplands of Eritrea's central provinces searching for

Eritrean guerrillas fighting the Soviet-backed Ethiopian Government are showing remarkable administrative skills in governing their country within a country. Ian Robinson, an agricultural and rural development adviser who has spent 13 years in the Middle East and Africa, reports on his recent visit to the region.

a place with enough water to sustain a meagre subsistence crop of millet, and enough natural vegetation to support their two bullocks. Cut off from their traditional areas of refuge by military action, they failed and returned to their original village, their seeds eaten, their bullocks too feeble to work and their son dying.

Sahla's father represents the majority of Eritrean peasants who have opted for the traditional methods of survival during times of hardship - itinerance and hierarchical dependency. Unfortunately, neither system is adequate to deal with the combined forces that man and nature have stacked against them.

But not all the population have stuck to those two options. Over the past 22 years an

armed struggle between the liberation movement and Ethiopia's armed forces has been waged leading to an exodus of some 400,000 Eritrean refugees, the creation of 10 refugee camps within Eritrea itself accommodating 65,000 people and the formation of one of the most skilled and motivated fighting forces in Africa, the Eritrean People's Liberation Front.

When I visited the EPLF's base area in the mountainous province of Sahel recently, I followed a food convoy along dry river beds and up mountains passes along roads that had been non-existent four years before.

According to the driver, the organization's road building skills had been derived from the Italians. "They didn't teach

us much," he said, "but they taught us how to build roads." And so following Russian intervention on Ethiopia's side in 1978, which led to a strategic withdrawal of the EPLF's fighters into the base areas: roads, offices, hospitals and wells have been built in a remarkably short time.

The Front's activities are directed from underground offices equipped with the trappings of modern African ministries except the bureaucracy and the corruption. Like every fighter, the administrators have been through a year's training.

At the moment the EPLF's priorities are understandably militarily biased, followed by immediate relief activities and the development of the health and education services. Yet in

every village I found adults being taught basic literacy and numeracy. This will have a remarkable impact, with peasant women the chief beneficiaries.

However, the question remains, how long can the Eritrean people resist an Ethiopian Government supported by both East (arms) and West (food and development aid)?

According to a senior EPLF official the Russian Ambassador in Sudan has already claimed that the elimination of the Eritrean problem would be simple - as there are "only three million of them". But it may not be as easy as that if the EPLF can conduct its military operations with the efficiency it shows in administration.

Armed struggle: A woman EPLF fighter. Photographs: Mike Goldwater

## Challenge to Gemayel rule in Lebanon

Continued from page 1

there is no doubt that Mr Jumblatt's coalition is going to be the *de facto* administration in the Syrian-occupied area, doing nothing that would offend Syria.

Meanwhile another truce was agreed yesterday between Christians and Druze in the Israeli-occupied Chouf mountains after the two sides had spent hours firing shells and rockets at each other around the village of Kfarshima.

The suburban skyline above West Beirut was lit up for most of Saturday night by bright explosions and red tracer bullets.

Israeli tank crews fired a few desultory rounds at both militias but otherwise did not bother to intervene.

TEL AVIV: Two key Israeli ministers will fly to Washington today to discuss developments in Lebanon with President Reagan in place of Mr. Begin, the Prime Minister, who last week cancelled his scheduled visit to the White House.

Mr. Yitzhak Shamir, the Foreign Minister, and Mr. Moshe Arens, the Defence Minister, were invited by the President in a message to the Prime Minister received yesterday, and the Cabinet quickly authorized the journey.

Announcing the Cabinet decision, Mr. Dan Meridor, the spokesman, said the talks will have repercussions in Lebanon, but the government expected to go ahead with last week's decision to pull back to the Awali river and return some 200 sq miles in the Beirut area and the Chouf mountains to Lebanese sovereignty.

However, some Israelis said this decision may have to be re-examined. Lebanon appeared to be on the brink of a renewed civil war.

Maariv said in an editorial that Israel could not be indifferent when the Druze in the Chouf mountains, who were almost totally identified with the Syrians, confronted the Lebanese authorities to prevent them from taking over territory to be evacuated by the Israelis.

## Letter from New York Patriotic ritual of a canine graduation

There was quite a crowd around the steps of City Hall, leaning on crush barriers and talking to the cops. There were also 12 German shepherd dogs lying in a row, their tongues lolling in the heat. Television reporters were swivelling their heads in search of a pose in which their faces were neither screwed up against the sunshine nor lost in shadow.

The mayor, in shirt-sleeves, took his place in a bunting-decked dais with some senior police officers. A young black policeman stepped forward and began to sing the national anthem in a clear and powerful voice, his head thrown back so that he seemed to project the words at the skyscraper counting-houses of Wall Street. The people put their hands on their hearts.

It demonstrated one of the differences between them and us: one could not imagine a bobby singing God Save the Queen in such circumstances. It would seem bizarre and embarrassing.

But a solo rendering of "The Star Spangled Banner" is a feature of many public functions in America. The anthem is not a dirge like the British one and it celebrates an event and an ideal rather than a person and an institution. In any case, Americans are less self-conscious about patriotic rituals, and more serious about them. They are more respectful to their flag, for example. Children are taught at summer camps how to fold it and to avoid drooping and thereby desecrating it.

Its vulgar use in commerce is forbidden by law, while Britons cheerfully make pants and paper bags out of the Union Jack.

When the policeman had completed his magnificent performance, attention turned to the dogs, or canines as they were called. (It is one of the paradoxes of American usage, so often slangy, snappy and pithy,

that it frequently slips into periphrasis and gives a dog a long name.)

This was the canines' graduation day, on which the mayor and the top cops cried havoc to criminal and unlicensed Bruiser. Prince and their mates into the war against crime.

New York's city police force has not used dogs since the beginning of the century. Their reintroduction is in keeping with the new approach to tackling crime in the city, an increase in uniformed patrols and an emphasis on special programmes aimed at certain kinds of criminal. The programmes, incidentally, seem to be effective, the latest figures showing a reduction in burglaries and robberies, so that the city has become a little safer.

Six of the dogs will work in Central Park, famous for its lanes, dells and meadows, and notorious for its muggers; and the other six will join the transport police in the fight against robbers and hooligans in the crowded subway system.

Apart from the deterrent value of their lupine jaws, the dogs have what policemen lack: sheer speed in pursuit of fleeing criminals. New York police, unlike some others, are not supposed to shoot at unarmed people running away from them; and the dogs will give them a longer arm.

The newly-trained dogs and their handlers mounted the dais to be presented to the mayor and officials. They were followed by the people who had saved the taxpayers' money by responding to a police appeal for German shepherd pups.

These loyal citizens received certificates of appreciation. New York's MBE, a round of applause and a pat on the back from the mayor. Thus, with the anthem, bigwigs and what Americans call pizzazz, New York made what might otherwise have been a mundane event into something of an occasion.

Trevor Fishlock

## THE TIMES INFORMATION SERVICE

### Today's events

#### Royal engagements

Princess Anne attends a special concert in aid of voluntary organizations in Berkshire, at the Heston, Reading, 7.15.

Princess Margaret attends a performance by the Royal Ballet at the Royal Opera House, Covent Garden, in aid of the International Council of Museums Foundation, 7.30.

The Duke of Gloucester opens ICOM '83, the thirteenth General Conference of the International

#### Council of Museums, Barbican Hall, 9.50.

Prince and Princess Michael of Kent attend a Gala Concert at the Royal Naval College, Greenwich, in aid of the Royal Association for Disability and Rehabilitation, 7.40.

#### Exhibitions in progress

Treasures from the collections of the Duke of Norfolk, Mappin Art Gallery, Weston Park, Sheffield: Mon to Sat 10 to 8, Sun 2 to 6 (until Aug 7).

Pottery - eighteenth and nineteenth century, Ginnel Gallery, 16 Lloyds Street, Manchester: Mon to

#### Fri 9 to 5, Thurs until 8 (until Aug 5).

Presences of Nature: Words and images of the Lake District, Glynn Vivian Art Gallery and Museum, Alexandra Road, Swansea: Mon to Sat 10.30 to 5.30 (until Aug 27).

Indian Drawings, Museum and Art Gallery, Le Mans Crescent, Bolton: Mon to Fri 9.30 to 5.30, Sat 10 to 5, closed Wednesdays and Sundays (until Aug 20).

Festival of Patchwork, Central Library, Lichfield: Mon to Sat 10 to 5, Sat 10 to 4.30 (until July 30).

Work of Falmouth painter Hereward Hayes Treasider, Falmouth Art Gallery, Mon to Fri 10 to 1, 2 to 4.30 (until Aug 31).

### Nature notes

The only birds singing steadily now, apart from the indefatigable wren, are the corn bunting and skylark. Their thin songs can be heard from far away over the dusty lanes and yellowing fields. House-sparrows chirp together all day; they probably emit more sounds than any other birds in the course of a year. At the site in Southern England where they now breed with some regularity, golden orioles still produce a mellow whistle in the treetops; but one rarely sees more than a flash of the gold body and black wings as they dart through the foliage.

Grass is no longer a green plant but a predominantly white one, as the seed heads soften and the stems dry in the sun. The large white bells of convolvulus clamber over the hedges, field bindweed, their small pink or white relative, sprawls over car parks and rubbish heaps. The pale green clumps of mugwort acquire a rusty look as hundreds of tiny brown flowers open on them. The berries of the cuckoo-pint are turning orange. In chalk country, marbled white butterflies are appearing; they are often found in large, isolated colonies, feeding and sunning themselves on knapweed and thistles.

DJM

### Bond winners

Winning numbers in the weekly draw for Premium Bond prizes are: £100,000: 1872 031565 (the winner lives in Camden, North London); £50,000: 1722 690262 (West Sussex); £25,000: 802 77579 (Cheshire).

### Parliament today

Commons (2.30): Motion on the summer adjournment. Proceedings on the Consolidated Fund (Appropriation) Bill.

Lords (2.30): Motion on Lord's expenses and on ministerial and other salaries. Debate on waterways.

### The pound

	Bank	Bank
	Buy	Sell
Australia \$	1.90	1.72
Belgium Sfr	28.70	27.15
Canada \$	81.50	77.50
Denmark Kr	1.93	1.85
France Ffr	14.67	13.97
Germany DM	8.46	8.40
Italy Lira	12.15	11.65
Netherlands Gld	4.56	4.34
Norway Kr	4.07	3.87
Portugal Esc	135.00	126.90
Spain Ptas	11.32	10.67
Sweden Sfr	1.23	1.23
Switzerland Fr	2405.00	2285.00
USA \$	385.00	365.00
Yugoslavia Dnr	11.55	11.00
Portugal Esc	184.00	174.00
South Africa Rd	2.03	1.88
Spain Ptas	227.00	216.00
Sweden Sfr	12.16	11.56
Switzerland Fr	1.56	1.54
USA \$	1.46	1.40
Yugoslavia Dnr	141.00	134.00

Retail Price Index: 334.7. London: The FT Index closed down 4.1 on Friday at 706.8. New York: The Dow Jones industrial average closed up 1.80 on Friday at 1231.7.

### Roads

London and South-East M4: Lanes closed east of Heston services. A205: One lane each way on Academy Road, Woolwich, part of South Circular A414: One lane delay possible at Cats Hill, Stanstead Abbotts.

Midlands M6: One carriageway shared between junctions 10 and 11 (Walsall and Cannock). M45: Suburban carriageway closed: diversion. A1: Lanes closed at Colsterworth, Lincolnshire.

North M1: Restricted access at times between junctions 30 and 31 near Sheffield, Derbyshire and South Yorkshire, contraflow M6: One carriageway shared from junction 43 to junction 44 (Carlisle).

A568: Diversion westbound at Carrington, Stockport.

Wales and West A46: One lane only westbound west of Caerphilly, Dyfed. M5: Northbound carriageway shared between junctions 8 (M50) and 9 (A583).

Northbound carriageway shared between junctions 13 and 14 (Stroud and Thorbury).

Scotland A78: Temporary signals at Loans by-pass, Strathclyde. A9: Single-lane traffic at Golspie and Brora, Sutherland. In Edinburgh, Leith and Leith Road, one lane only.

South-East A78: Temporary signals at Loans by-pass, Strathclyde. A9: Single-lane traffic at Golspie and Brora, Sutherland. In Edinburgh, Leith and Leith Road, one lane only.

London and South-East M4: Lanes closed east of Heston services. A205: One lane each way on Academy Road, Woolwich, part of South Circular A414: One lane delay possible at Cats Hill, Stanstead Abbotts.

### The papers

The only notable feature of some MPs chosen by Mr Michael Foot for peerages was their lack of distinction. The Sunday Times said yesterday: "The Opposition leader wanted the Upper House of Parliament abolished. But he also intended to make sure while it survived that the Alliance was not allowed to become the main source of opposition in it. The newspaper concluded that Mr Foot should have found lords of higher calibre."

British contributions to the EEC should be frozen until continental farm subsidies were cut, the Sunday Express said. Community finance ministers reneged last week on a deal agreed more than a year ago for a refund to Britain. Mrs Thatcher should not let the refund go towards cash subsidies to continental farmers.

Fierce criticism from Dame Peggy Ashcroft and Sir John Gielgud of government policy on the British Theatre Museum was justified, The Observer said. Government commitments of last year had been turned into an expression of hope by Lord Gower, Minister for the Arts, that the project would start in the next financial year. Lord Gower had also given an ominous warning about the need not to take resources for the museum from other projects.

Forbidden fruit

Chrysanthemums, potatoes, all forest trees, most fruit trees and Maltese gladioli are among the many plants that must not be imported into Britain by holiday travellers under any circumstances. Others may require a certificate of health. Details from the Plant Health Unit, Great Westminster House, London SW1 2AE.

## Weather

A slack area of low pressure will persist over Britain. A frontal trough will clear slowly N from N Scotland.

### 6 am to midnight

London, East Angles, E Midlands, E England: Sunny intervals, scattered showers, some heavy; wind S, light or moderate; max 22 to 24C (72 to 75F).

SE Central S, SW England, Channel Islands: Sunny intervals, scattered showers, some heavy; wind SW, moderate, locally fresh; max 21 to 23C (70 to 73F).

W Midlands, Wales, NW Central, N England, Lake District, Isle of Man, SW Scotland, N Ireland, Aggry, N Ireland: Showers, some heavy and thundery, some sunny intervals; wind variable, light or moderate; max 18 to 21C (66 to 70F).

NE England, S Borders: Sunny intervals, showers, heavy at times, dull and misty near some coasts; wind variable, light or moderate; max 20 to 22C (68 to 72F).

Edinburgh, Dundee, Moray Firth, NE Scotland: Cloudy, rain, perhaps with thunder, becoming bright, sunny near coasts; wind E, veering SE or E, moderate; max 19 to 20C (66 to 68F).

SW Scotland: Cloudy, rain in places, becoming drier and brighter; wind E or SE, light or moderate; max 18 to 20C (64 to 68F).

Orkney, Shetland: Dull and misty, rain, perhaps with thunder, becoming drier; wind mainly SE, light or moderate; max 15 to 16C (59 to 61F).

Outlook for tomorrow and Wednesday: Continuing unsettled, becoming mostly dry in W. Temperatures rather above normal but cooler near east coasts.

SEA PASSAGES: S North Sea: Wind variable, light or moderate; sea, 4 to 6 m. English Channel: Wind variable, light, becoming NE moderate or fresh in E; sea 4 to 6 m. S. North Sea: Wind variable, light or moderate; sea, 4 to 6 m.

Sun rise: 5.13am Sun set: 9.00pm  
Moon sets: 5.13am Moon rises: 9.46pm  
Full Moon 12.27am

### Lighting-up time

London 9.30 pm to 4.45 am  
Edinburgh 10.04 pm to 4.54 am  
Manchester 9.40 pm to 4.44 am  
Penzance 9.46 pm to 5.12 am

### Yesterday

Temperatures at midday yesterday: C, F, C, F.  
Belfast C 10 F 50 Germany C 17 F 63  
Birmingham C 16 F 61 Germany C 17 F 63  
Bristol C 15 F 59 Germany C 17 F 63  
Cardiff C 15 F 59 Germany C 17 F 63  
Cork C 15 F 59 Germany C 17 F 63  
Dublin C 15 F 59 Germany C 17 F 63  
Exeter C 15 F 59 Germany C 17 F 63  
Glasgow C 15 F 59 Germany C 17 F 63  
Liverpool C 15 F 59 Germany C 17 F 63  
London C 15 F 59 Germany C 17 F 63  
Manchester C 15 F 59 Germany C 17 F 63  
Newcastle C 15 F 59 Germany C 17 F 63  
Nottingham C 15 F 59 Germany C 17 F 63  
Oxford C 15 F 59 Germany C 17 F 63  
Plymouth C 15 F 59 Germany C 17 F 63  
Reading C 15 F 59 Germany C 17 F 63  
Sheffield C 15 F 59 Germany C 17 F 63  
Southampton C 15 F 59 Germany C 17 F 63  
Stirling C 15 F 59 Germany C 17 F 63  
Tottenham C 15 F 59 Germany C 17 F 63  
Wolverhampton C 15 F 59 Germany C 17 F 63  
Wrexham C 15 F 59 Germany C 17 F 63

### London

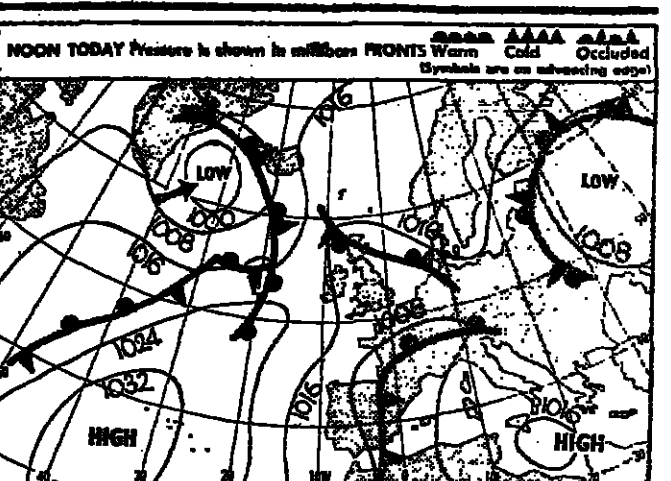
Yesterday: Temp: max 8 am to 6 pm, 22C (72F); min 6 pm to 8 am, 17C (63F). Humidity: 8 pm, 58 per cent. Rain: 24hr to 6 pm, 0.1in. Sun: 24hr to 6 pm, 4.4hr. Bar: mean sea level, 6 pm, 1010.5 millibars falling.

(75F): min 8 am to 6 pm, 18C (64F). Humidity: 6 pm 57 per cent. Rain: 24hr to 6 pm, 0.1in. Sun: 24hr to 6 pm, 4.4hr. Bar: mean sea level, 6 pm, 1010.5 millibars falling.

1,000 millibars - 29.92in.

### Highest and lowest

Yesterday: Highest day temp: Max 24C (75F). Lowest day temp: Min 14C (57F). Highest night temp: Min 17C (63F). Lowest night temp: Min 14C (57F). Sun: 24hr to 6 pm, 4.4hr. Bar: mean sea level, 6 pm, 1010.5 millibars falling.

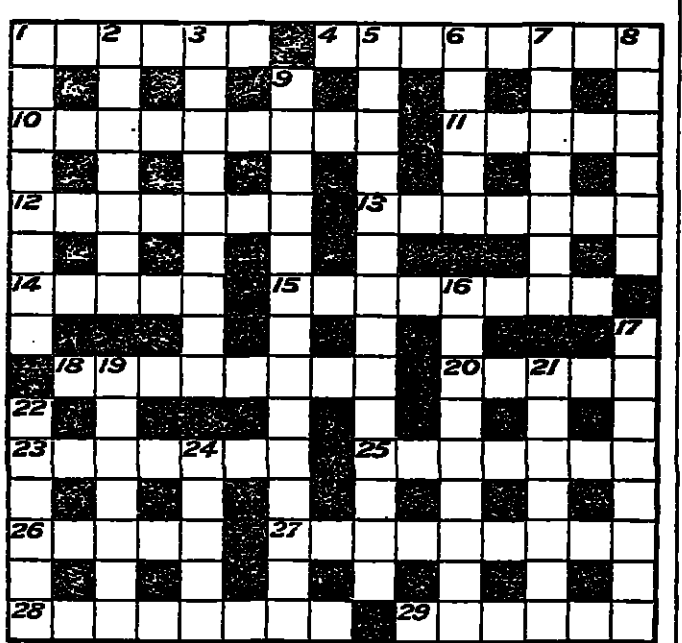


High tides			
Location	AM	PM	MT
London Bridge	2.18	8.6	3.19
Abertawe	8.31	12.1	8.48
Aberystwyth	8.31	12.1	8.48
Cardiff	8.31	12.1	8.48
Dover	8.31	12.1	8.48
Falmouth	8.31	12.1	8.48
Glasgow	8.31	12.1	8.48
Hull	8.31	12.1	8.48
Leamington	8.31	12.1	8.48
Liverpool	8.31	12.1	8.48
London	8.31	12.1	8.48
Manchester	8.31	12.1	8.48
Newcastle	8.31	12.1	8.48
Nottingham	8.31	12.1	8.48
Oxford	8.31	12.1	8.48
Plymouth	8.31	12.1	8.48
Reading	8.31	12.1	8.48
Sheffield	8.31	12.1	8.48
Southampton	8.31	12.1	8.48
Stirling	8.31	12.1	8.48
Tottenham	8.31	12.1	8.48
Wolverhampton	8.31	12.1	8.48
Wrexham	8.31	12.1	8.48

Around Britain			
Sun	Rain	Max	Min
St Andrews	1.4	17	83
Southend	1.0	17	83
Birmingham	0.3	17	83
Cardiff	0.3	17	83
Dover	0.3	17	83
Falmouth	0.3	17	83
Glasgow	0.3	17	83
Hull	0.3	17	83
Leamington	0.3	17	83
Liverpool	0.3	17	83
London	0.3	17	83
Manchester	0.3	17	83
Newcastle	0.3	17	83
Nottingham	0.3	17	83
Oxford	0.3	17	83
Plymouth	0.3	17	83
Reading	0.3	17	83
Sheffield	0.3	17	83
Southampton	0.3	17	83
Stirling	0.3	17	83
Tottenham	0.3	17	83
Wolverhampton	0.3	17	83
Wrexham	0.3	17	83

Abroad			
Sun	Rain	Max	Min
Amsterdam	0.3	17	83
Berlin	0.3	17	83
Brussels	0.3	17	83
Copenhagen	0.3	17	83
Dublin	0.3	17	83
Frankfurt	0.3	17	83
Geneva	0.3	17	83
Hamburg	0.3	17	83
Heidelberg	0.3	17	83
Kiel	0.3	17	83
Leipzig	0.3	17	83
Lisbon	0.3	17	83
London	0.3	17	83
Manchester	0.3	17	83
Newcastle	0.3	17	83
Nottingham	0.3	17	83
Oxford	0.3	17	83
Plymouth	0.3	17	83
Reading	0.3	17	83
Sheffield	0.3	17	83
Southampton	0.3	17	83
Stirling	0.3	17	83
Tottenham	0.3	17	83
Wolverhampton	0.3	17	83
Wrexham	0.3	17	83

### The Times Crossword Puzzle No 16,190



- ACROSS
- 1 How unlike one's nearest and dearest? (6).
  - 4 One can barely finish her performance (8).
  - 10 Signal requiring soldier to take up arms (9).
  - 11 From part of Greece reached via 3 (5).
  - 12 Muck's up, we hear - hence some brass round North (7).
  - 13 He succeeds with money received, right? (7).
  - 14 Out of order? Not the king's doing it was said (5).
  - 15 Needed to compose English with clarity (8).
  - 18 Richard Murphy said to be an auto-racer (8).
  - 20 Musicologist rather like Shaw? (5).
  - 23 Unusual, like the rest of the Constables (3-4).
  - 24 A bird or two (7).
  - 26 Admirer's light burden (5).
  - 27 Such luxury might bring sly lad to vice (5